

BANGKOK POST PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

REVIEW REPORT AND INTERIM FINANCIAL INFORMATION

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021

INDEPENDENT AUDITOR’S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To The Shareholders and Board of Directors of
Bangkok Post Public Company Limited

I have reviewed the accompanying consolidated statements of financial position of Bangkok Post Public Company Limited and its subsidiaries as at March 31, 2021, and the related consolidated statement of comprehensive income, consolidated statement of changes in shareholders’ equity and consolidated statement of cash flows for the three-month period then ended, and the condensed notes to the interim financial statements and I have also reviewed the statement of financial position of Bangkok Post Public Company Limited as at March 31, 2021, and the related statement of comprehensive income, statement of changes in shareholders’ equity and statement of cash flows for the three-month period then ended, and the condensed notes to the interim financial statements. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 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 No. 34 “Interim Financial Reporting”.

MATERIAL UNCERTAINTY RELATED TO GOING CONCERN

I draw attention to the matter as described in Note 1.2 to the interim financial statements. The Group has operating loss for a number of consecutive years. As at March 31, 2021, the Group's equity is negative. Moreover, up to the audit report date, the securities of the Company have been posted with a "NC" (Non-Compliance) sign and "SP" (Suspension) sign. The Group is moving towards digitization through its continuous business strategic and business model plans which including the Company is in the processing to dispose of its assets to pay the debt. The Group is still receiving financial support from a major shareholder. The Group has paid loans interest and principal on schedule. The management therefore believes that the Group will be able to continue as a going concern. The financial statements have therefore been prepared on the going concern basis. However, the Group is in the process of executing in the business plan. These events indicate that a material uncertainty exists that may cast doubt on the Group's ability to continue as a going concern. My opinion is not qualified in respect of these matters.

(Miss Sulalit Ardsawang)
Certified Public Accountant
Registration No. 7517

Dharmniti Auditing Company Limited
Bangkok, Thailand
May 12, 2021

"UNAUDITED"

"REVIEWED"

- 3 -

BANGKOK POST PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2021

ASSETS

| | | Thousand Baht | | | | |
|---------------------------|---|-----------------------------------|------------------|-------------------------------|------------------|------------------|
| | | Consolidated financial statements | | Separate financial statements | | |
| | | As at March | As at December | As at March | As at December | |
| Notes | | 31, 2021 | 31, 2020 | 31, 2021 | 31, 2020 | |
| Current assets | | | | | | |
| | Cash and cash equivalents | 5 | 146,544 | 3,025 | 146,110 | 2,374 |
| | Trade and other current receivables | 6 | 57,791 | 85,138 | 34,234 | 55,618 |
| | Short-term loans to related parties | 4 | - | - | 64,300 | 64,300 |
| | Inventories | 7 | 3,500 | 3,808 | 800 | 1,172 |
| | Other current assets | | 11,844 | 7,623 | 8,123 | 3,592 |
| | Non-current assets held for sale | 12 | 1,176,609 | - | 1,176,609 | - |
| | Total current assets | | 1,396,288 | 99,594 | 1,430,176 | 127,056 |
| Non-current assets | | | | | | |
| | Investments in subsidiaries | 8 | - | - | 12,624 | 12,124 |
| | Investments in joint venture | 9 | 7,974 | 7,974 | - | - |
| | Investments in associate | 10 | - | - | - | - |
| | Other long-term investments | 11 | - | - | - | - |
| | Property, plant and equipment | 12 | 3,039 | 1,322,191 | 3,511 | 1,322,581 |
| | Right-of-use assets | 13 | 2,918 | 3,074 | - | - |
| | Goodwill | 14 | - | - | - | - |
| | Intangible assets | 15 | 27,980 | 31,193 | 23,985 | 26,894 |
| | Deferred tax assets | 16 | 210,164 | 236,754 | 180,434 | 204,964 |
| | Corporate income tax deducted at source | 17 | 67,628 | 65,922 | 27,225 | 25,903 |
| | Other non-current assets | | 1,567 | 1,640 | 212 | 264 |
| | Total non-current assets | | 321,270 | 1,668,748 | 247,991 | 1,592,730 |
| | Total assets | | 1,717,558 | 1,768,342 | 1,678,167 | 1,719,786 |

Notes to the interim financial statements form an integral part of these statements.

"UNAUDITED"

"REVIEWED"

- 4 -

BANGKOK POST PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION (CONT.)
AS AT MARCH 31, 2021

LIABILITIES AND SHAREHOLDERS' EQUITY

| | | Thousand Baht | | | | |
|--------------------------------|---|-----------------------------------|------------------|-------------------------------|------------------|------------------|
| | | Consolidated financial statements | | Separate financial statements | | |
| | | As at March | As at December | As at March | As at December | |
| Notes | | 31, 2021 | 31, 2020 | 31, 2021 | 31, 2020 | |
| Current liabilities | | | | | | |
| | Bank overdrafts and short-term loans from | | | | | |
| | financial institutions | 18 | 950,810 | 965,125 | 903,297 | 922,185 |
| | Trade and other current payables | 4, 19 | 91,135 | 105,665 | 66,559 | 67,884 |
| | Deposit for sale of assets | 12 | 244,309 | - | 244,309 | - |
| | Current portion of lease liabilities | 20 | 581 | 575 | - | - |
| | Current portion of long-term loans from | | | | | |
| | financial institutions | 21 | 122,000 | 132,000 | 122,000 | 132,000 |
| | Short-term loans from non-controlling interests | | | | | |
| | of the subsidiary | | - | 5,880 | - | - |
| | Short-term loans from director | 4 | 305,000 | 305,000 | 290,000 | 290,000 |
| | Unearned subscription fee | | 25,588 | 24,835 | 24,120 | 23,346 |
| | Other current liabilities | | 15,613 | 17,786 | 12,262 | 13,232 |
| | Total current liabilities | | 1,755,036 | 1,556,866 | 1,662,547 | 1,448,647 |
| Non-current liabilities | | | | | | |
| | Lease liabilities | 20 | 2,357 | 2,505 | - | - |
| | Long-term loans from financial institutions | 21 | 115,467 | 141,467 | 115,467 | 141,467 |
| | Deferred tax liabilities | 16 | 181,239 | 208,000 | 181,239 | 208,000 |
| | Provision for long-term employee benefits | 22 | 89,082 | 100,803 | 79,211 | 91,281 |
| | Total non-current liabilities | | 388,145 | 452,775 | 375,917 | 440,748 |
| | Total liabilities | | 2,143,181 | 2,009,641 | 2,038,464 | 1,889,395 |

Notes to the interim financial statements form an integral part of these statements.

"UNAUDITED"

"REVIEWED"

- 5 -

BANGKOK POST PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION (CONT.)
AS AT MARCH 31, 2021

LIABILITIES AND SHAREHOLDERS' EQUITY (CONT.)

| | | Thousand Baht | | | |
|---|---|-----------------------------------|------------------|-------------------------------|------------------|
| | | Consolidated financial statements | | Separate financial statements | |
| | | As at March | As at December | As at March | As at December |
| Notes | | 31, 2021 | 31, 2020 | 31, 2021 | 31, 2020 |
| Shareholders' equity | | | | | |
| Share capital | | | | | |
| Authorized share capital | | | | | |
| | 505,000,000 ordinary shares of Baht 1 each | 505,000 | 505,000 | 505,000 | 505,000 |
| Issued and paid-up | | | | | |
| | 500,000,000 ordinary shares of Baht 1 each | 500,000 | 500,000 | 500,000 | 500,000 |
| Difference from change in shareholding proportion in subsidiary | | | | | |
| | | (1,958) | (1,958) | - | - |
| Retained earnings (deficits) | | | | | |
| | Appropriated - statutory reserve | 50,500 | 50,500 | 50,500 | 50,500 |
| | Unappropriated | (1,697,049) | (1,610,749) | (1,635,754) | (1,552,109) |
| | Other components of shareholders' equity | 724,957 | 832,000 | 724,957 | 832,000 |
| | Equity attributable to owners of the Company | (423,550) | (230,207) | (360,297) | (169,609) |
| | Non-controlling interests of the subsidiaries | (2,073) | (11,092) | - | - |
| | Total shareholders' equity | (425,623) | (241,299) | (360,297) | (169,609) |
| | Total liabilities and shareholders' equity | 1,717,558 | 1,768,342 | 1,678,167 | 1,719,786 |

Notes to the interim financial statements form an integral part of these statements.

"UNAUDITED"

"REVIEWED"

- 6 -

BANGKOK POST PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF COMPREHENSIVE INCOME

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021

| | | Thousand Baht | | | |
|---|---|-----------------------------------|-----------------|-------------------------------|-----------------|
| | | Consolidated financial statements | | Separate financial statements | |
| Notes | | 2021 | 2020 | 2021 | 2020 |
| | Sales income | 15,405 | 31,058 | 15,169 | 31,078 |
| | Services income | 73,449 | 78,672 | 42,888 | 49,984 |
| | Cost of sales and services | (96,743) | (125,689) | (75,805) | (94,960) |
| | Gross loss | (7,889) | (15,959) | (17,748) | (13,898) |
| | Selling expenses | (15,083) | (23,508) | (11,078) | (15,219) |
| | Administrative expenses | (21,448) | (32,066) | (17,979) | (24,273) |
| | Loss from operation activities | (44,420) | (71,533) | (46,805) | (53,390) |
| | Share of profit from investments in joint venture | - | 183 | - | - |
| | Other income | 4,858 | 877 | 6,524 | 4,639 |
| | Finance cost | (20,995) | (21,021) | (20,131) | (19,761) |
| | Loss before income tax (expenses) | (60,557) | (91,494) | (60,412) | (68,512) |
| | Income tax (expenses) | (26,590) | 254 | (24,530) | (105) |
| | Loss for the period | (87,147) | (91,240) | (84,942) | (68,617) |
| Other comprehensive income: | | | | | |
| Items not to be reclassified to profit or loss in subsequent periods | | | | | |
| | Revaluation of assets | (132,507) | - | (132,507) | - |
| | Income tax effect of items not to be reclassified | | | | |
| | to profit or loss in subsequent periods | 26,761 | 704 | 26,761 | 704 |
| | Other comprehensive income (loss) for the period | (105,746) | 704 | (105,746) | 704 |
| | Total comprehensive loss for the period | (192,893) | (90,536) | (190,688) | (67,913) |
| Profit (loss) attributable to: | | | | | |
| | Equity holders of the Company | (87,597) | (86,589) | (84,942) | (68,617) |
| | Non-controlling interests of the subsidiaries | 450 | (4,651) | - | - |
| | | (87,147) | (91,240) | (84,942) | (68,617) |

Notes to the interim financial statements form an integral part of these statements.

"UNAUDITED"

"REVIEWED"

- 7 -

BANGKOK POST PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF COMPREHENSIVE INCOME (CONT.)

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021

| | | Thousand Baht | | | |
|---|--|-----------------------------------|-----------------|-------------------------------|-----------------|
| | | Consolidated financial statements | | Separate financial statements | |
| Notes | | 2021 | 2020 | 2021 | 2020 |
| Total comprehensive income (loss) attributable to: | | | | | |
| | Equity holders of the Company | (193,343) | (85,885) | (190,688) | (67,913) |
| | Non-controlling interests of the subsidiaries | 450 | (4,651) | - | - |
| | | <u>(192,893)</u> | <u>(90,536)</u> | <u>(190,688)</u> | <u>(67,913)</u> |
| Loss per share | | | | | |
| | Basic loss per share | | | | |
| | Loss attributable to equity holders of the Company | <u>(0.18)</u> | <u>(0.17)</u> | <u>(0.17)</u> | <u>(0.14)</u> |

Notes to the interim financial statements form an intergral part of these statements.

"UNAUDITED"

"REVIEWED"

- 8 -

BANGKOK POST PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021

| | | Thousand Baht | | | | | | | | |
|-------|---|--|---|------------------------------|-------------------------------------|---|-----------|--|---|-------------------------------|
| | | Consolidated financial statements | | | | | | | | |
| | | Equity attributable to the owners of the Company | | | | | | | | |
| | | Issued and paid-up share capital | Difference from change in shareholding proportion in subsidiary | Retained earnings (deficits) | | Other components of shareholders' equity | | Equity attributable to the owners of the Company | Non-controlling interests of the subsidiaries | Total shareholders' equity |
| Notes | | | Appropriated - statutory reserve | Unappropriated | Surplus on revaluation of assets | Total other components of shareholders' equity | | | | |
| | Balance as at January 1, 2021 | 500,000 | (1,958) | 50,500 | (1,610,749) | 832,000 | 832,000 | (230,207) | (11,092) | (241,299) |
| | Decrease in non-controlling interest of subsidiary | - | - | - | - | - | - | - | 8,569 | 8,569 |
| | Loss for the period | - | - | - | (87,597) | - | - | (87,597) | 450 | (87,147) |
| | Other comprehensive income (loss) for the period | - | - | - | 259 | (106,005) | (106,005) | (105,746) | - | (105,746) |
| | Total comprehensive income (loss) for the period | - | - | - | (87,338) | (106,005) | (106,005) | (193,343) | 450 | (192,893) |
| | Transferred surplus to retained earning (deficits) | - | - | - | 1,038 | (1,038) | (1,038) | - | - | - |
| | Balance as at March 31, 2021 | 500,000 | (1,958) | 50,500 | (1,697,049) | 724,957 | 724,957 | (423,550) | (2,073) | (425,623) |
| | Balance as at January 1, 2020 | 500,000 | - | 50,500 | (1,254,276) | 993,986 | 993,986 | 290,210 | 2,601 | 292,811 |
| | Loss for the period | - | - | - | (86,589) | - | - | (86,589) | (4,651) | (91,240) |
| | Other comprehensive income for the period | - | - | - | 704 | - | - | 704 | - | 704 |
| | Total comprehensive income for the period | - | - | - | (85,885) | - | - | (85,885) | (4,651) | (90,536) |
| | Transferred surplus to retained earnings (deficits) | - | - | - | 2,816 | (2,816) | (2,816) | - | - | - |
| | Balance as at March 31, 2020 | 500,000 | - | 50,500 | (1,337,345) | 991,170 | 991,170 | 204,325 | (2,050) | 202,275 |

Notes to the interim financial statements form an integral part of these statements.

"UNAUDITED"

"REVIEWED"

- 9 -

BANGKOK POST PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (CONT.)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021

| Thousand Baht | | | | | | | |
|---|-------|--|-------------------------------------|--------------------|---|--|------------------|
| Separate financial statements | | | | | | | |
| | Notes | Issued and fully paid-up share capital | Retained earnings (deficits) | | Other comprehensive | Total other | Total |
| | | | Appropriated - statutory reserve | Unappropriated | income Surplus on revaluation of assets | components of shareholders' equity | |
| Balance as at January 1, 2021 | | 500,000 | 50,500 | (1,552,109) | 832,000 | 832,000 | (169,609) |
| Loss for the period | | - | - | (84,942) | - | - | (84,942) |
| Other comprehensive income (loss) for the period | | - | - | 259 | (106,005) | (106,005) | (105,746) |
| Total comprehensive income (loss) for the period | | - | - | (84,683) | (106,005) | (106,005) | (190,688) |
| Transferred surplus to retained earning (deficits) | 23 | - | - | 1,038 | (1,038) | (1,038) | - |
| Balance as at March 31, 2021 | | <u>500,000</u> | <u>50,500</u> | <u>(1,635,754)</u> | <u>724,957</u> | <u>724,957</u> | <u>(360,297)</u> |
| Balance as at January 1, 2020 | | 500,000 | 50,500 | (1,275,326) | 993,986 | 993,986 | 269,160 |
| Loss for the period | | - | - | (68,617) | - | - | (68,617) |
| Other comprehensive income for the period | | - | - | 704 | - | - | 704 |
| Total comprehensive loss for the period | | - | - | (67,913) | - | - | (67,913) |
| Transferred surplus to retained earnings (deficits) | | - | - | 2,816 | (2,816) | (2,816) | - |
| Balance as at March 31, 2020 | | <u>500,000</u> | <u>50,500</u> | <u>(1,340,423)</u> | <u>991,170</u> | <u>991,170</u> | <u>201,247</u> |

Notes to the interim financial statements form an integral part of these statements.

"UNAUDITED"

"REVIEWED"

- 10 -

BANGKOK POST PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF CASH FLOWS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021

| | Thousand Baht | | | |
|---|-----------------------------------|--------------|-------------------------------|----------------|
| | Consolidated financial statements | | Separate financial statements | |
| | 2021 | 2020 | 2021 | 2020 |
| <u>Cash flows from operating activities</u> | | | | |
| Loss before income tax (expenses) | (60,557) | (91,494) | (60,412) | (68,512) |
| Adjustments to reconcile loss before income tax (expenses) to net cash provided by (used in) operating activities | | | | |
| Allowance for doubtful debts (reversal) | 1,270 | (4,406) | (790) | 3,440 |
| Allowance for sales returns (reversal) | (37) | (138) | (37) | (138) |
| Allowance for declining of inventories valuation (reversal) | (10,828) | 1,166 | (609) | (655) |
| Allowance for short-term loans to related parties (reversal) | - | - | (600) | - |
| Depreciation and amortization | 13,406 | 17,783 | 12,864 | 17,372 |
| Gain on disposal equipment | (158) | (30) | (158) | (103) |
| Share of profit from investments in joint venture | - | (183) | - | - |
| Provision for long-term employee benefits | (11,721) | 1,975 | (12,070) | 1,632 |
| Interest income | - | - | (951) | - |
| Interest expenses | 20,995 | 21,021 | 20,131 | 19,761 |
| Loss from operating activities before changes in operating assets and liabilities | (47,630) | (54,306) | (42,632) | (27,203) |
| Operating assets (increase) decrease | | | | |
| Trade and other current receivables | 26,114 | 87,413 | 21,920 | 32,147 |
| Inventories | 11,136 | (2,013) | 981 | 202 |
| Other current assets | (4,221) | (1,125) | (4,531) | (4,124) |
| Other non-current assets | 73 | (36) | 52 | (35) |
| Operating liabilities increase (decrease) | | | | |
| Trade and other current payables | (10,254) | (13,695) | 280 | (1,938) |
| Other current liabilities | (2,174) | (9,324) | (970) | (2,714) |
| Cash flows received (paid) from operating | (26,956) | 6,914 | (24,900) | (3,665) |
| Cash received from withholding tax refunds | 388 | - | - | - |
| Cash paid for income tax | (2,095) | (3,190) | (1,322) | (1,726) |
| Net cash provided by (used in) operating activities | (28,663) | 3,724 | (26,222) | (5,391) |

Notes to the interim financial statements form an intergral part of these statements.

"UNAUDITED"

"REVIEWED"

- 11 -

BANGKOK POST PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF CASH FLOWS (CONT.)

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021

| | Thousand Baht | | | |
|--|-----------------------------------|----------------|-------------------------------|----------------|
| | Consolidated financial statements | | Separate financial statements | |
| | 2021 | 2020 | 2021 | 2020 |
| <u>Cash flows from investing activities</u> | | | | |
| Cash received from interest income | - | - | 1,243 | - |
| Decrease in short-term loans to related parties | - | - | 600 | 8,000 |
| Cash received from sales of equipment | 158 | 726 | 158 | 726 |
| Cash paid for purchase of equipment | (103) | (238) | (103) | (238) |
| Cash received from deposit for sale of fixed assets | 244,308 | - | 244,308 | - |
| Cash paid for investment in subsidiary | - | - | (500) | - |
| Net cash provided by investing activities | 244,363 | 488 | 245,706 | 8,488 |
| <u>Cash flows from financing activities</u> | | | | |
| Cash paid for interest expenses | (21,724) | (20,575) | (20,860) | (19,315) |
| Increase (decrease) in bank overdrafts and short-term loans from financial institutions | (14,315) | 1,982 | (18,888) | 685 |
| Cash received from short-term loans from director | - | 40,000 | - | 40,000 |
| Cash paid for lease liabilities | (142) | - | - | - |
| Cash paid for long-term loans from financial institutions | (36,000) | (25,000) | (36,000) | (24,000) |
| Net cash used in financing activities | (72,181) | (3,593) | (75,748) | (2,630) |
| Net increase in cash and cash equivalents | 143,519 | 619 | 143,736 | 467 |
| Cash and cash equivalents at the beginning of the period | 3,025 | 5,664 | 2,374 | 4,639 |
| Cash and cash equivalents ending of the period | 146,544 | 6,283 | 146,110 | 5,106 |
| <u>Supplemental cash flows information</u> | | | | |
| Non-cash transactions | | | | |
| Purchase of equipment and computer software for which cash has not been paid | - | 880 | - | 880 |

Notes to the interim financial statements form an intergral part of these statements.

BANGKOK POST PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

NOTES TO THE INTERIM FINANCIAL STATEMENTS

MARCH 31, 2021

1. GENERAL INFORMATION

1.1 Corporate information

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

The Company is principally engaged in the publishing and distribution of newspapers, magazines and books.

1.2 Fundamental accounting assumptions

The Company and its subsidiaries have operating loss for a number of consecutive years. As at March 31, 2021, the Company and its subsidiaries’ equity is negative. Moreover, since March 2, 2021, the Company's securities have been posted with a “NC” (Non-Compliance) sign and “SP” (Suspension) sign. The Company and its subsidiaries are moving towards digitization through its continuous business strategy and business model plans including the Company is in the processing to dispose of its assets to pay the debt. The Company and its subsidiaries are still receiving financial support from a major shareholder. The Company and its subsidiaries have paid loan interest and principal on schedule. The management therefore believes that the Company and its subsidiaries will be able to continue as a going concern. The financial statements have therefore been prepared under the going concern basis in which assets and liabilities are recorded on a basis whereby the Company and its subsidiaries will be able to realize its assets and meet its obligations in the ordinary course of business. However, the Company and its subsidiaries are in the process to executing in the business plan. These events indicate that a material uncertainty exists that may cast doubt on the Company and its subsidiaries’ ability to continue as a going concern.

2. BASIS FOR PREPARATION OF THE INTERIM FINANCIAL STATEMENTS

2.1 Basis for preparation of the interim financial statements

The interim financial statement is prepared on a condensed basis in accordance with Thai Accounting Standard No. 34 “Interim Financial Reporting” including related interpretations and guidelines promulgated by the Federation of Accounting Professions (“FAP”), applicable rules and regulations of the Securities and Exchange Commission.

The interim financial statement is prepared to provide an update on the financial statements for the year ended December 31, 2020. They focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, this interim financial information should be read in conjunction with the financial statements for the year ended December 31, 2020.

The interim financial statements have been prepared on a historical cost basis except where otherwise disclosed in the accounting policies.

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 such financial statements in Thai language.

2.2 Basis for consolidation interim financial statements

- a) The consolidated interim financial statement comprises the financial statements of the Company and its subsidiaries. Details of the Company's subsidiaries are as follows:

| Company's name | Nature of business | Country of incorporation | Percentage of shareholding | |
|--|--|--------------------------|----------------------------|-------------------------|
| | | | As at March 31, 2021 | As at December 31, 2020 |
| Subsidiaries | | | | |
| Post New Media Company Limited | Investment | Thailand | 100 | 100 |
| Post Holding Company Limited (owned by Post New Media Company Limited) | Investment | Thailand | 100 | 100 |
| Post TV Company Limited (owned by Post Holding Company Limited) | Production of television programs and rent of studio | Thailand | 100 | 100 |
| Post International Media Company Limited | Publishing and distribution of magazines | Thailand | 100 | 100 |
| Post-IM Plus Company Limited (49%-owned by the Company and 51% - owned by Post International Media Company Limited) | Publishing and distribution of magazines | Thailand | 100 | 100 |
| Mushroom Group Company Limited | Production of television programs | Thailand | 60 | 60 |
| Posttoday Republic Company Limited | Online course learning business | Thailand | 50 | - |

- b) The Company is deemed to have control over an investee or subsidiaries if it has rights, or is exposed, to variable returns from its involvement with the investee, and it has the ability to direct the activities that affect the amount of its returns.
- c) Subsidiaries are fully consolidated from the date on which the Company obtains control and continue to be consolidated until the date when such control ceases.
- d) The financial statements of the subsidiaries are prepared using the same significant accounting policies as the Company.
- e) Material balances and transactions between the Group have been eliminated from the consolidated financial statements.

- f) Non-controlling interests represent the portion of profit or loss and net assets of the subsidiaries that are not held by the Company and are presented separately in the consolidated profit or loss and within equity in the consolidated statement of financial position.

The separate financial statements present investments in subsidiaries, joint venture and associate under the cost method.

2.3 Financial reporting standards that became effective in the current period

During the period, the Company and its subsidiaries have adopted the revised financial reporting standards and interpretations which are effective for fiscal years beginning on or after January 1, 2021. 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 financial statements in the current period.

2.4 Financial reporting standards that will become effective in the future

The Federation of Accounting Professions has revised TFRS 16 leases and published in the Government Gazette on January 27, 2021. There is added the requirements for the temporary exception arising from interest rate benchmark reform, which an entity shall apply these amendments for annual reporting periods beginning on or after January 1, 2022 with earlier application permitted.

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

3. 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 December 31, 2020. Except, the financial reporting standards that increase are as follows:

Non-current assets held for sale

Non-current assets are classified as held for sale if it is highly probable that they will be recovered primarily through sale rather than through continuing use. Such assets are measured at the lower of their carrying amount and fair value less cost to sell.

4. TRANSACTIONS WITH RELATED PARTIES

During the periods, the Company and its subsidiaries had significant business transactions with related parties. Such transactions, which are summarized 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.

| Million Baht | | | | | |
|---|------|-------------------------------|------|-------------------------|----------------|
| For the three-month periods ended March 31, | | | | | |
| Consolidated financial statements | | Separate financial statements | | | |
| 2021 | 2020 | 2021 | 2020 | Transfer pricing policy | |
| Transactions with subsidiaries | | | | | |
| (eliminated from the consolidated financial statements) | | | | | |
| Purchase of goods | - | - | 1 | 1 | Market price |
| Rental income | - | - | 1 | - | Market price |
| Management income | - | - | 1 | 2 | Contract price |
| Transactions with joint venture | | | | | |
| Management income | - | - | - | 1 | Contract price |

The balances of the accounts as at March 31, 2021 and December 31, 2020 between the Company and those related companies are as follows:

| Thousand Baht | | | | |
|---|-----------------------------------|----------------|-------------------------------|----------------|
| | Consolidated financial statements | | Separate financial statements | |
| | As at March | As at December | As at March | As at December |
| | 31, 2021 | 31, 2020 | 31, 2021 | 31, 2020 |
| <u>Trade and other current receivables</u> | | | | |
| Subsidiaries | - | - | 91,542 | 87,618 |
| Joint venture | 2 | 2 | 2 | 2 |
| Less allowance for doubtful accounts | - | - | (89,160) | (84,264) |
| Total trade and other current receivables | <u>2</u> | <u>2</u> | <u>2,384</u> | <u>3,356</u> |
| <u>Trade and other current payables</u> | | | | |
| Subsidiaries | - | - | 2,147 | 1,783 |
| Joint venture | 24 | 203 | 22 | 22 |
| Total trade and other current payables | <u>24</u> | <u>203</u> | <u>2,169</u> | <u>1,805</u> |

Short-term loans to related parties

As at March 31, 2021 and December 31, 2020, the balance of short-term loans between the Company and those related parties and the movement are as follows:

| | | Thousand Baht | | |
|------------|---|-------------------------------|---------------------|---------------|
| | | Separate financial statements | | |
| | | Balance as at | Increase (decrease) | Balance as at |
| | | December | during the period | March |
| Related by | | 31, 2020 | | 31, 2021 |
| Loans to | | | | |
| | Post International Media Company Limited | 64,300 | - | 64,300 |
| | Post TV Company Limited | 332,509 | (600) | 331,909 |
| | | 396,809 | (600) | 396,209 |
| | <u>Less allowance for doubtful accounts</u> | (332,509) | 600 | (331,909) |
| | Total | 64,300 | - | 64,300 |

The Company has loans to Post International Media Company Limited. The loan is repayable on demand and carries interest at the rate of 6 percent per annum.

The Company has loans to Post TV Company Limited. The loan is repayable on demand and carries interest at the rate of 6 percent per annum.

As at March 31, 2021 and December 31, 2020, the Company and its subsidiaries have short-term unsecured loans from director which carry interest at rates of 4.50 percent per annum and 4.50 - 5.25 percent per annum, respectively. The principal is due at call.

| | | Thousand Baht | | |
|------------|----------|-----------------------------------|---------------------|---------------|
| | | Consolidated financial statements | | |
| | | Balance as at | Increase (decrease) | Balance as at |
| | | December | during the period | March |
| Related by | | 31, 2020 | | 31, 2021 |
| Loans from | | | | |
| | Director | 305,000 | - | 305,000 |

| | | Thousand Baht | | |
|------------|----------|-------------------------------|---------------------|---------------|
| | | Separate financial statements | | |
| | | Balance as at | Increase (decrease) | Balance as at |
| | | December | during the period | March |
| Related by | | 31, 2020 | | 31, 2021 |
| Loans from | | | | |
| | Director | 290,000 | - | 290,000 |

Directors and management's benefits

For the three-month periods ended March 31, 2021 and 2020, the Company and its subsidiaries incurred employee benefits expenses payable to their directors and management as follows:

| | Thousand Baht | | | |
|------------------------------|-----------------------------------|-------|-------------------------------|-------|
| | Consolidated financial statements | | Separate financial statements | |
| | 2021 | 2020 | 2021 | 2020 |
| Short-term employee benefits | 4,858 | 6,588 | 3,548 | 4,019 |

5. CASH AND CASH EQUIVALENTS

This account consisted of:

| | Thousand Baht | | | |
|----------------|-----------------------------------|----------------|-------------------------------|----------------|
| | Consolidated financial statements | | Separate financial statements | |
| | As at March | As at December | As at March | As at December |
| | 31, 2021 | 31, 2020 | 31, 2021 | 31, 2020 |
| Bank deposits | 90,063 | 3,025 | 89,629 | 2,374 |
| Cheque on hand | 56,481 | - | 56,481 | - |
| Total | 146,544 | 3,025 | 146,110 | 2,374 |

As at March 31, 2021 and December 31, 2020, bank deposits in savings accounts and fixed deposits carried interest at the rates between 0.05 - 0.20 percent per annum and between 0.05 - 0.25 percent per annum, respectively.

6. TRADE AND OTHER CURRENT RECEIVABLES

This account consisted of:

| | Thousand Baht | | | |
|--|-----------------------------------|----------------|-------------------------------|----------------|
| | Consolidated financial statements | | Separate financial statements | |
| | As at March | As at December | As at March | As at December |
| | 31, 2021 | 31, 2020 | 31, 2021 | 31, 2020 |
| <u>Trade receivables - related parties</u> | | | | |
| Aged on the basis of due dates | | | | |
| Past due | | | | |
| Up to 3 months | - | - | 45 | 128 |
| 6 - 12 months | 2 | 2 | 2 | 68 |
| Total trade receivables - related parties | 2 | 2 | 47 | 196 |

"UNAUDITED"

"REVIEWED"

- 18 -

| | Thousand Baht | | | |
|--|-----------------------------------|----------------|-------------------------------|----------------|
| | Consolidated financial statements | | Separate financial statements | |
| | As at March | As at December | As at March | As at December |
| | 31, 2021 | 31, 2020 | 31, 2021 | 31, 2020 |
| <u>Trade receivables - unrelated parties</u> | | | | |
| Aged on the basis of due dates | | | | |
| Not yet due | 19,391 | 37,304 | 6,829 | 19,959 |
| Past due | | | | |
| Up to 3 months | 26,808 | 33,912 | 19,197 | 25,547 |
| 3 - 6 months | 3,077 | 1,129 | 1,299 | 700 |
| 6 - 12 months | 1,270 | 4,481 | 416 | 2,922 |
| Over 12 months | 30,776 | 31,541 | 10,983 | 11,724 |
| Total | 81,322 | 108,367 | 38,724 | 60,852 |
| <u>Less</u> allowance for doubtful accounts | (30,984) | (32,876) | (11,632) | (12,461) |
| allowance for sales returns | (335) | (372) | (335) | (372) |
| Total trade receivables - unrelated parties, net | 50,003 | 75,119 | 26,757 | 48,019 |
| Total trade receivables - net | 50,005 | 75,121 | 26,804 | 48,215 |
| <u>Other current receivables</u> | | | | |
| Unbilled revenue | 35,921 | 37,530 | 5,093 | 4,242 |
| Amounts due from related parties | - | - | 91,497 | 87,425 |
| <u>Less</u> allowance for doubtful accounts | (28,135) | (27,513) | (89,160) | (84,264) |
| Total other current receivables - net | 7,786 | 10,017 | 7,430 | 7,403 |
| Trade and other current receivables - net | 57,791 | 85,138 | 34,234 | 55,618 |

7. INVENTORIES

This account consisted of:

| | Thousand Baht | | | |
|---|-----------------------------------|----------------|-------------------------------|----------------|
| | Consolidated financial statements | | Separate financial statements | |
| | As at March | As at December | As at March | As at December |
| | 31, 2021 | 31, 2020 | 31, 2021 | 31, 2020 |
| Finished goods | 25,901 | 36,954 | 18,524 | 19,333 |
| Raw materials | 1,288 | 1,454 | 1,288 | 1,453 |
| Others | 25,458 | 25,375 | 15,689 | 15,696 |
| Total | 52,647 | 63,783 | 35,501 | 36,482 |
| <u>Less</u> allowance for declining of inventories valuation | (49,147) | (59,975) | (34,701) | (35,310) |
| Inventories - net | 3,500 | 3,808 | 800 | 1,172 |

Movements in transactions of allowance for declining of inventories and valuation are summarized as follows:

| | Thousand Baht | | | |
|-------------------|-----------------------------------|----------------|-------------------------------|----------------|
| | Consolidated financial statements | | Separate financial statements | |
| | As at March | As at December | As at March | As at December |
| | 31, 2021 | 31, 2020 | 31, 2021 | 31, 2020 |
| Beginning balance | 59,975 | 65,747 | 35,310 | 44,217 |
| Increase | - | 4,774 | - | - |
| Decrease | (10,828) | (10,546) | (609) | (8,907) |
| Ending balance | 49,147 | 59,975 | 34,701 | 35,310 |

8. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries as presented in the separated financial statements are as follows:-

| Subsidiary's name | Thousand Baht | | | | | | | | | |
|---|-----------------|-----------------|-------------------------|----------------|-------------|----------------|-------------------------------------|----------------|----------------------------------|----------------|
| | Paid-up capital | | Shareholding percentage | | At cost | | Allowance for loss from investments | | Investment in subsidiaries - net | |
| | As at March | As at December | As at March | As at December | As at March | As at December | As at March | As at December | As at March | As at December |
| | 31, 2021 | 31, 2020 | 31, 2021 | 31, 2020 | 31, 2021 | 31, 2020 | 31, 2021 | 31, 2020 | 31, 2021 | 31, 2020 |
| | (Thousand Baht) | (Thousand Baht) | (percentage) | (percentage) | | | | | | |
| Post-IM Plus Company Limited (Another 51% owned by Post International Media Company Limited) | 50,000 | 50,000 | 49 | 49 | 2 | 2 | - | - | 2 | 2 |
| Post International Media Company Limited | 25,000 | 25,000 | 100 | 100 | 100,890 | 100,890 | (100,890) | (100,890) | - | - |
| Mushroom Group Company Limited | 80,000 | 80,000 | 60 | 60 | 186,312 | 186,312 | (174,190) | (174,190) | 12,122 | 12,122 |
| Post New Media Company Limited | 25,000 | 25,000 | 100 | 100 | 25,000 | 25,000 | (25,000) | (25,000) | - | - |
| Posttoday Republic Company Limited | 100 | - | 50 | - | 500 | - | - | - | 500 | - |
| Total | | | | | 312,704 | 312,204 | (300,080) | (300,080) | 12,624 | 12,124 |

During the year 2021, the Company established the Posttoday Republic Company Limited, registered capital of 100,000 shares, par value of Baht 10 per share, totaling Baht 1,000,000, which operates related to online course learning business with a membership system. Seminars and events. The Company invests in Posttoday Republic Company Limited in the amount of Baht 500,000 or 50% of the total issued of shares.

9. INVESTMENTS IN JOINT VENTURE

Investment in a joint venture representing investment in an entity that is jointly controlled by a subsidiary and another company are as follows:

| Joint venture | Nature of business | Shareholding (percentage) | Thousand Baht | | | | |
|--|--|---------------------------|-----------------------------------|----------------|---|----------------|--|
| | | | Consolidated financial statements | | Carrying amounts based on equity method - net | | |
| | | | At cost | | | | |
| | | | As at March | As at December | As at March | As at December | |
| | | | | | | | |
| | | | | | | | |
| Bangkok Post - Bauer Media Company Limited | Publishing and distribution of magazines | 70 | 11,500 | 11,500 | 7,974 | 7,974 | |
| | | | (4,019) | (4,019) | - | - | |
| Investments in joint venture - net | | | 7,481 | 7,481 | 7,974 | 7,974 | |

Bangkok Post - Bauer Media Company Limited has registered the dissolution the company on December 14, 2020, and is in the processing of liquidation.

10. INVESTMENTS IN ASSOCIATE

Investments in associate represented carrying amount base on equity method in the consolidated financial statements is as follows:-

| Associate's name | Nature of business | Shareholding (Percentage) | Thousand Baht | | | |
|---|------------------------------|---------------------------|--|-------------------------|-------------------------------|-------------------------|
| | | | Consolidated financial statements | | Separate financial statements | |
| | | | Carrying amount based on equity method | | | |
| | | | As at March 31, 2021 | As at December 31, 2020 | As at March 31, 2021 | As at December 31, 2020 |
| Flash News Company Limited | Production of radio programs | 40 | 2,704 | 2,704 | 10,000 | 10,000 |
| <u>Less allowance for loss from investments</u> | | | <u>(2,704)</u> | <u>(2,704)</u> | <u>(10,000)</u> | <u>(10,000)</u> |
| Investments in associate - net | | | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |

11. OTHER LONG-TERM INVESTMENTS

Other long-term investments represents investment in share ordinary as follows:-

| | Paid up Capital | Equity interest (Percentage) | Thousand Baht | |
|---|-----------------|------------------------------|-----------------------------------|-------------------------|
| | | | Consolidated financial statements | |
| | | | At cost | |
| | | | As at March 31, 2021 | As at December 31, 2020 |
| Share ordinary in: | | | | |
| Singapore Press Holdings Limited | 27,393,300 | - | 16 | 16 |
| <u>Less allowance for loss from investments</u> | | | <u>(16)</u> | <u>(16)</u> |
| Other long-term investments - net | | | <u>-</u> | <u>-</u> |

12. PROPERTY, PLANT AND EQUIPMENT

Movements of the property, plant and equipment account for the three-month period ended March 31, 2021 are summarized below.

| | Thousand Baht | |
|--|----------------------|----------------------|
| | Consolidated | Separate |
| | financial statements | financial statements |
| Net book value at beginning of period | 1,322,191 | 1,322,581 |
| Depreciation for the period | (10,314) | (10,232) |
| Transferred to non-current assets held for sale ^(*) | <u>(1,308,838)</u> | <u>(1,308,838)</u> |
| Net book value at end of period | <u>3,039</u> | <u>3,511</u> |

As at March 31, 2021 and December 31, 2020, the Company mortgaged its land with structure with net book value of Baht 204 million and Baht 358 million, respectively. for credit facilities received from bank.

(*) On March 23, 2021, the Company entered into a sale and purchase agreement for the Company's assets, which are Printing Plant and Distribution Center (Bangna) and Office Building (Klongtoey) to Romruen Land Company Limited amount of Baht 1,222 million, and the Company received a deposit for the purchase of assets of Baht 244 million. As such, the Company's assets at book value of Baht 1,177 million (net cost to sell) is presented as non-current assets held for sale in the consolidated and separate statements of financial position as at March 31, 2021. Subsequently in April 1, 2021, the Company has transferred the ownership of the such assets to the buyer.

And the resolution of the Extraordinary General Meeting of Shareholders No. 1/2021 on March 18, 2021 approved the entering into the transaction of leaseback office building (Klongtoey). The leaseback spece is not over 9,000 sq.m. in total along with parking spece for 180 cars for 3 years at the rate 400 Baht per sq.m.

13. RIGHT-OF-USE ASSETS

Movements of the right-of-use assets account for the three-month period ended March 31, 2021 are summarized as follows:

| | <u>Thousand Baht</u> |
|---|-----------------------------|
| | <u>Consolidated</u> |
| | <u>financial statements</u> |
| Net book value as at beginning of period | 3,074 |
| Depreciation for the period | (156) |
| Net book value as at end of period | <u><u>2,918</u></u> |

14. GOODWILL

This account consisted of:

| | <u>Thousand Baht</u> | | |
|--|--|-------------------------------------|-----------------|
| | <u>CGU 1</u> | <u>CGU 2</u> | <u>Total</u> |
| | (Post International Media Company Limited) | (Mushroom Group Company Limited) | |
| Goodwill | 53,769 | 41,082 | 94,851 |
| <u>Less allowance for impairment of goodwill</u> | <u>(53,769)</u> | <u>(41,082)</u> | <u>(94,851)</u> |
| Goodwill - net | <u><u>-</u></u> | <u><u>-</u></u> | <u><u>-</u></u> |

The recoverable amount of the CGUs have been determined based on value in use calculation using cash flow projections from financial budgets approved by management covering a five-year period.

Key assumptions used in value in use calculation are summarized below:

| | Percent per annum | |
|--------------------------|--|--|
| | CGU 1 (Post International Media Company Limited) | CGU 2 (Mushroom Group Company Limited) |
| Growth rate | - | - |
| Discount rate before tax | 10 | 10 |

The management determined growth rates based on expected market growth rate and discount rates are the pre-tax rates that reflect the risks specific to each CGU.

15. INTANGIBLE ASSETS

Movements of the intangible assets account for the three-month period ended March 31, 2021 are summarized below.

| | Thousand Baht | |
|--|--------------------------------------|----------------------------------|
| | Consolidated financial statements | Separate financial statements |
| Net book value as at beginning of period | 31,193 | 26,894 |
| Amortization for the period | (2,936) | (2,632) |
| Transferred to non-current assets held for sale ^(*) | (277) | (277) |
| Net book value as at end of period | 27,980 | 23,985 |

^(*) Transferred together with note 12 to the interim financial statements

16. DEFERRED TAX ASSETS AND LIABILITIES

Deferred tax assets and liabilities as follows:-

| | Thousand Baht | | | |
|--------------------------|-----------------------------------|----------------------------|-------------------------------|----------------------------|
| | Consolidated financial statements | | Separate financial statements | |
| | As at March 31, 2021 | As at December 31, 2020 | As at March 31, 2021 | As at December 31, 2020 |
| Deferred tax assets | 210,164 | 236,754 | 180,434 | 204,964 |
| Deferred tax liabilities | (181,239) | (208,000) | (181,239) | (208,000) |

Changes in deferred tax assets for the three-month period ended March 31, 2021 are summarized as follows:

| | Thousand Baht | | | | |
|--|-----------------------------------|--------------------------------------|----------------------------|-------------------|-------------------|
| | Consolidated financial statements | | | | |
| | Balance as at | Revenue (expenses) during the period | | | Balance as at |
| | December 31, 2020 | In profit or loss | In comprehensive income | | March 31, 2021 |
| Deferred tax assets: | | | | | |
| Allowance for doubtful accounts | 12,203 | (80) | - | 12,123 | |
| Allowance for sales returns | 130 | (6) | - | 124 | |
| Allowance for declining of inventories valuation | 11,944 | (2,044) | - | 9,900 | |
| Allowance for impairment of fixed assets | 26,477 | (24,530) | - | 1,947 | |
| Allowance for impairment of intangible assets | 809 | - | - | 809 | |
| Provision for long-term employee benefits | 20,161 | 70 | - | 20,231 | |
| Unused tax loss | 165,030 | - | - | 165,030 | |
| Total | <u>236,754</u> | <u>(26,590)</u> | <u>-</u> | <u>210,164</u> | |
| Deferred tax liabilities: | | | | | |
| Surplus on revaluation of assets | 208,000 | - | (26,761) | 181,239 | |
| Total | <u>208,000</u> | <u>-</u> | <u>(26,761)</u> | <u>181,239</u> | |
| | | | | | |
| | Thousand Baht | | | | |
| | Separate financial statements | | | | |
| | Balance as at | Revenue (expenses) during the period | | Balance as at | |
| | December 31, 2020 | In profit or loss | In comprehensive income | March 31, 2021 | |
| Deferred tax assets: | | | | | |
| Allowance for doubtful accounts | 2,492 | - | - | 2,492 | |
| Allowance for sales returns | 75 | - | - | 75 | |
| Allowance for declining of inventories valuation | 7,062 | - | - | 7,062 | |
| Allowance for impairment of fixed assets | 24,530 | (24,530) | - | - | |
| Provision for long-term employee benefits | 18,256 | - | - | 18,256 | |
| Unused tax loss | 152,549 | - | - | 152,549 | |
| Total | <u>204,964</u> | <u>(24,530)</u> | <u>-</u> | <u>180,434</u> | |
| Deferred tax liabilities: | | | | | |
| Surplus on revaluation of assets | 208,000 | - | (26,761) | 181,239 | |
| Total | <u>208,000</u> | <u>-</u> | <u>(26,761)</u> | <u>181,239</u> | |

17. WITHHOLDING TAX DEDUCTED AT SOURCES

As at March 31, 2021 and December 31, 2020, the Company and its subsidiaries had withholding tax deducted at sources for the year 2014 - 2019 and claim for refund from the Revenue Department had already been made for withholding tax deducted at sources for the year 2014 - 2019 and most of them are being reviewed by the Revenue Department. The management believes that the Company and its subsidiaries have all supporting document for this withholding tax and all withholding tax will be refunded in full amount.

The Company and its subsidiaries received withholding tax deduction during the year 2021 in the total of Baht 0.39 million, which is for the tax years 2018 and 2019 and during the year 2020 in the total of Baht 45.20 million, which is for the tax years 2014 and 2016 (Separate Baht 38.74 million; is for the tax years 2016 and 2017).

18. BANK OVERDRAFTS AND SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS

This account consisted of:

| | Interest rate (percent per annum) | Thousand Baht | | | |
|--|---|-----------------------------------|----------------------------|-------------------------------|----------------------------|
| | | Consolidated financial statements | | Separate financial statements | |
| | | As at March 31, 2021 | As at December 31, 2020 | As at March 31, 2021 | As at December 31, 2020 |
| Bank overdrafts | MOR | 56,810 | 71,125 | 9,297 | 28,185 |
| Short-term loans from financial institutions | MMR | 894,000 | 894,000 | 894,000 | 894,000 |
| Total | | 950,810 | 965,125 | 903,297 | 922,185 |

19. TRADE AND OTHER CURRENT PAYABLES

This account consisted of:

| | Thousand Baht | | | |
|--|-----------------------------------|----------------------------|-------------------------------|----------------------------|
| | Consolidated financial statements | | Separate financial statements | |
| | As at March 31, 2021 | As at December 31, 2020 | As at March 31, 2021 | As at December 31, 2020 |
| Trade payables - related parties | - | - | 2,142 | 1,778 |
| Trade payables - unrelated parties | 23,399 | 31,978 | 6,071 | 7,169 |
| Amounts due to related parties | 24 | 203 | 27 | 27 |
| Accrued expenses | 40,391 | 42,659 | 31,743 | 29,633 |
| Other payables | 27,321 | 30,824 | 26,576 | 29,277 |
| Total trade and other current payables | 91,135 | 105,664 | 66,559 | 67,884 |

20. LEASE LIABILITIES

Movements of the lease liabilities account for the three-month period ended March 31, 2021 are summarized as follows:

| | Thousand Baht |
|-----------------------------------|--------------------------------------|
| | Consolidated financial statements |
| Balance as at beginning of period | 3,080 |
| Payments | (142) |
| Balance as at end of period | 2,938 |
| <u>Less current portion</u> | <u>(581)</u> |
| Lease liabilities - net | 2,357 |

The following are the leases related expenses recognized in profit or loss:

| | <u>Thousand Baht</u> |
|---------------------------------------|-----------------------------|
| | <u>Consolidated</u> |
| | <u>financial statements</u> |
| Depreciation of right-of-use assets | 104 |
| Interest expense on lease liabilities | 16 |
| Total | <u>120</u> |

21. LONG-TERM LOANS FROM FINANCIAL INSTITUTIONS

Changes in the long-term loans from financial institutions account for the three-month period ended March 31, 2021 are summarized below.

| | <u>Thousand Baht</u> |
|---|------------------------------|
| | <u>Consolidated/Separate</u> |
| | <u>financial statements</u> |
| Balance as at beginning of period | 273,467 |
| Repayment | (36,000) |
| Balance as at end of period | 237,467 |
| <u>Less</u> current portion | (122,000) |
| Long-term loans from financial institutions - net | <u>115,467</u> |

Loans from financial institutions had conditions the principal and interest payment of three credit lines to the Company as follows:

- The principal repayment schedule is readjusted as follows:

| | <u>Million Baht</u> |
|--|--|
| March 2021 - September 2021 (per period) | 36.00 |
| December 2021 | 24.00 |
| March 2022 - September 2022 (per period) | 35.60 |
| Final period December 2022 | Repay the remaining amount of principal |

- For the interest, extend and adjust the monthly interest payment as follows:

Part 1 Interest payment from April 2020 to September 2020 in the amount of Baht 2,742,165 has to be paid with conditions follows:

| | |
|--|---|
| December 2020 - June 2021 (pre period) | 685,541 Baht |
| September 2021 | Repay the remaining amount of interest |

Part 2 Interest of October 2020 onwards is to be paid regularly at the interest rate of 5.50 percent per annum.

The long-term loan agreements require that the Company maintain a debt-to-equity ratio of not more than 2.25 times. However, in December 2020, the Company had been granted a waiver regarding maintenance of a debt-to-equity ratio for the 2020 financial statements at a rate higher than that prescribed in the loan agreement with some conditions for 2021.

22. PROVISION FOR LONG-TERM EMPLOYEE BENEFITS

Provision for long-term employee benefits, which represents compensation payable to employees after they retire, are as follows:

| | Thousand Baht | | | |
|---|-----------------------------------|----------------------------|-------------------------------|----------------------------|
| | Consolidated financial statements | | Separate financial statements | |
| | As at March 31, 2021 | As at December 31, 2020 | As at March 31, 2021 | As at December 31, 2020 |
| Provision for long-term employee benefits at beginning of period | 100,803 | 99,539 | 91,281 | 91,360 |
| Included in profit or loss: | | | | |
| Current service cost | (12,032) | 6,561 | (12,335) | 5,374 |
| Interest cost | 311 | 1,312 | 265 | 1,156 |
| Benefits paid during the period | - | (6,609) | - | (6,609) |
| Provision for long-term employee benefits at end of period | 89,082 | 100,803 | 79,211 | 91,281 |

Significant actuarial assumptions are summarized below:

| | Percent per annum | | | |
|--|-----------------------------------|----------------------------|-------------------------------|----------------------------|
| | Consolidated financial statements | | Separate financial statements | |
| | As at March 31, 2021 | As at December 31, 2020 | As at March 31, 2021 | As at December 31, 2020 |
| Discount rate | 1.30 - 1.40 | 1.30 - 1.40 | 1.30 - 2.10 | 1.30 - 2.10 |
| Salary increase rate | 0.00 - 6.00 | 0.00 - 6.00 | - | - |
| Turnover rate (depending on age of employees) | 1.90 - 51.60 | 1.90 - 51.60 | 10.50 - 51.60 | 10.50 - 51.60 |

23. SURPLUS ON REVALUATION OF ASSETS

Surplus on revaluation of assets are as follows:

| | Thousand Baht | |
|--|--|----------------------------|
| | Consolidated/Separate financial statements | |
| | As at March 31, 2021 | As at December 31, 2020 |
| Balance as at beginning of period/year | 832,000 | 993,986 |
| Decrease during the period/year | (132,507) | (188,323) |
| Transfers to retained earnings (deficits) during the period/year | (1,297) | (14,160) |
| Income tax effect during the period/year | 26,761 | 40,497 |
| Balance as at end of period/year | 724,957 | 832,000 |

24. INCOME TAX (EXPENSES)

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 March 31, 2021 and 2020 as follows:

| | Thousand Baht | | | |
|--|-----------------------------------|------|-------------------------------|-------|
| | Consolidated financial statements | | Separate financial statements | |
| | 2021 | 2020 | 2021 | 2020 |
| Income tax (expenses) shown in profit or loss: | | | | |
| Current income tax: | | | | |
| Income tax for the period | - | - | - | - |
| Deferred tax: | | | | |
| Relating to origination of temporary differences during the period | (26,590) | 254 | (24,530) | (105) |
| Total | (26,590) | 254 | (24,530) | (105) |
| Income tax relating to components of other comprehensive income: | | | | |
| Surplus on revaluation of assets | 26,761 | 704 | 26,761 | 704 |
| Total | 26,761 | 704 | 26,761 | 704 |

25. LOSS PER SHARE

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

For the three-month periods ended March 31, 2021 and 2020

| | Consolidated financial statements | | Separate financial statements | |
|---|-----------------------------------|----------|-------------------------------|----------|
| | 2021 | 2020 | 2021 | 2020 |
| Loss for the period attributable to shareholders of the Company (Thousand Baht) | (87,597) | (86,589) | (84,942) | (68,617) |
| Basic weighted average number of outstanding ordinary shares (Thousand shares) | 500,000 | 500,000 | 500,000 | 500,000 |
| Basic loss per share (Baht/Share) | (0.18) | (0.17) | (0.17) | (0.14) |

26. OPERATING SEGMENT

Operating segment information is reported in a manner consistent with the internal reports that are regularly reviewed by the chief operating decision maker in order to make decisions about the allocation of resources to the segment and assess its performance.

For management purposes, the Company and its subsidiaries are organized into business units based on its products and services and have three reportable segments as follows:

- Publishing and advertising segment
- Production of television programs segment
- Other segments

The chief operating decision maker monitors the operating results of the business units separately for the purpose of making decisions about resource allocation and assessing performance. Segment performance is measured based on operating profit or loss and total assets and on a basis consistent with that used to measure operating profit or loss and total assets in the financial statements.

The basis of accounting for any transactions between reportable segments is consistent with that for third party transactions.

The following tables present revenue and profit information regarding the Company and its subsidiaries' operating segments for the three-month periods ended March 31, 2021 and 2020, respectively.

| | Thousand Baht | | | | | | | | | | | |
|---------------------------------|------------------------------------|----------|---|---------|----------------|---------|----------------|----------|-------------------------------|-------|-----------------------------------|----------|
| | Publishing and advertising segment | | Production of television programs segment | | Other segments | | Total segments | | eliminations of inter-segment | | Consolidated Financial statements | |
| | 2021 | 2020 | 2021 | 2020 | 2021 | 2020 | 2021 | 2020 | 2021 | 2020 | 2021 | 2020 |
| Revenue | | | | | | | | | | | | |
| Revenue from external customers | 48,637 | 78,760 | 14,891 | 10,190 | 25,326 | 20,780 | 88,854 | 109,730 | - | - | 88,854 | 109,730 |
| Inter-segment revenue | 1,318 | 716 | - | - | - | - | 1,318 | 716 | (1,318) | (716) | - | - |
| Segment profit (loss) | (28,006) | (33,695) | 3,404 | (5,787) | 1,180 | (1,918) | (23,422) | (41,400) | 450 | 1,933 | (22,972) | (39,467) |

27. COMMITMENTS AND CONTINGENT LIABILITIES

As at March 31, 2021, the Company and its subsidiaries had commitments and contingent liabilities as follows:

27.1 Long-term rental and service commitments

27.1.1 The Company had commitments with unrelated parties relating to hire contracts, maintenance of system contracts and other service contracts. The future services fees for these are payable are as follows:

| | <u>Million Baht</u> |
|---------------|---|
| | <u>Consolidated/Separate financial statements</u> |
| Payable: | |
| Within 1 year | 47 |
| 2 - 3 years | 14 |

27.1.2 The subsidiary and joint venture entity had 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.

27.2 Guarantees

The Company and its subsidiaries had outstanding bank guarantees of Baht 10.94 million issued in the normal course of business of the Company and subsidiaries.

28. EVENTS AFTER THE REPORTING PERIOD

On April 8, 2021, the Stock Exchange of Thailand allows trading on POST's.

As the Stock Exchange of Thailand (SET) announces that the securities of Bangkok Post Public Company Limited (POST) are subject to possible delisting (NC Stage 1), as the financial statements of both company for the year ended 2020 show that the equity are negative, since March 8, 2021 and posts NC (Non-Compliance) sign and SP (Suspension) sign on securities of POST. Later, the company informed the business rehabilitation plan that beneficial to the company and shareholders as follows;

Therefore, SET will proceed as follows;

1. SET will allow trading on POST's securities during April 16, 2021 to May 17, 2021. The investors are required to purchase through cash balance account which means that the investors have to pay the full amount in cash prior to purchasing.
2. NC sign will be posted during such trading period in order to alert the investors to be careful in trading securities.
3. SET will specify the ceiling and floor prices of POST's securities on the first trading day, which effective date is April 16, 2021 onwards, at 100% of their last trading price. (However, if there is no trading of such securities on April 16, 2021, the ceiling and floor prices limit criteria will be valid until trading of the securities occur). The ceiling and floor prices will be subsequently adjusted to normal criteria from the next business day.

After the end of such trading period, from May 18, 2021 onwards, SET will suspend trading on POST's securities by posting SP sign until the companies are able to eliminate the ground for delisting and repossessing the qualifications to resume trading. If the companies are unable to rectify the causes within specified period, SET may consider delisting the companies' securities accordingly.

POST is in the process of planning to resolve the grounds for delisting, including capital increase, find new business opportunities and restructuring the organization. Present, POST is in the process of considering appointing a financial advisor to assist in developing a business plan for rehabilitation which will be presented to the shareholders' meeting.

29. APPROVAL OF INTERIM FINANCIAL STATEMENTS

These interim financial statements were authorized for issue by the Board of Directors on May 12, 2021.