

**REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION  
BY THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS**

**TO THE BOARD OF DIRECTORS**

**ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED**

We have reviewed the consolidated statement of financial position of Advanced Info Service Public Company Limited and its subsidiaries and the separate statement of financial position of Advanced Info Service Public Company Limited as at September 30, 2017, and the related consolidated and separate statements of profit or loss, profit or loss and other comprehensive income for the three-month and nine-month periods ended September 30, 2017, and the related consolidated and separate statements of changes in shareholders' equity and cash flows for the nine-month period ended September 30, 2017, and the condensed notes to the financial statements. The Company's management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review.

**Scope of Review**

We conducted our 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 us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the aforementioned interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting".

### **Emphasis of Matter**

Without modifying our conclusion, we draw attention to Note 3 to the financial statements that Advanced Info Service Public Company Limited and its subsidiaries have elected to change accounting policy relating to investments in subsidiaries in the separate financial statements from cost method to equity method for the financial statements for the periods beginning on or after January 1, 2017 onwards and the Company restated the separate statements of financial position as at December 31, 2016 and the separate interim financial statements for the three-month and nine-month periods ended September 30, 2016 which are presented as comparative information, to be in accordance with the revised Thai Financial Reporting Standard.

**BANGKOK**  
November 2, 2017

Dr. Suphamit Techamontrikul  
Certified Public Accountant (Thailand)  
Registration No. 3356  
**DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.**

**ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**STATEMENTS OF FINANCIAL POSITION**  
**AS AT SEPTEMBER 30, 2017**

UNIT : THOUSAND BAHT

	NOTES	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		As at	As at	As at	As at
		September 30,	December 31,	September 30,	December 31,
		2017	2016	2017	2016
		“Unaudited”		“Unaudited”	“Restated”
<b>ASSETS</b>					
<b>Current assets</b>					
Cash and cash equivalents	17	9,450,239	11,226,141	715,512	409,711
Specifically-designated bank deposits	4	2,495,094	2,963,183	-	-
Trade and other current receivables	5, 17	15,467,001	14,116,309	2,018,054	1,868,663
Dividend receivables	17	-	-	-	12,093,268
Short-term loans to related parties	17	-	-	41,183,900	39,243,900
Inventories		2,519,035	3,085,252	-	68
Other current assets	18	328,525	508,454	281,715	248,207
<b>Total current assets</b>		<b>30,259,894</b>	<b>31,899,339</b>	<b>44,199,181</b>	<b>53,863,817</b>
<b>Non-current assets</b>					
Investments in an associate	6	34,887	24,235	-	-
Investments in subsidiaries	3, 7	-	-	14,551,716	11,591,269
Investments in a joint venture	6	57,987	14,662	-	-
Other long-term investments	8	59,399	59,399	47,999	47,999
Property, plant and equipment	9	130,658,435	118,271,443	275,866	336,867
Assets under the Agreements for operations	9	-	-	-	-
Goodwill		34,931	34,931	-	-
Spectrum licenses	9	109,503,417	115,378,418	-	-
Other intangible assets	9	4,387,973	4,099,208	30,652	46,746
Swap and forward contracts receivable	18	-	577,660	-	517,061
Deferred tax assets		2,743,122	2,617,832	662,564	868,037
Other non-current assets		1,990,888	2,693,224	505,636	1,494,358
<b>Total non-current assets</b>		<b>249,471,039</b>	<b>243,771,012</b>	<b>16,074,433</b>	<b>14,902,337</b>
<b>Total assets</b>		<b>279,730,933</b>	<b>275,670,351</b>	<b>60,273,614</b>	<b>68,766,154</b>

See condensed notes to the financial statements

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES  
STATEMENTS OF FINANCIAL POSITION (CONTINUED)  
AS AT SEPTEMBER 30, 2017

UNIT : THOUSAND BAHT

	NOTES	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		As at	As at	As at	As at
		September 30,	December 31,	September 30,	December 31,
		2017	2016	2017	2016
		“Unaudited”		“Unaudited”	“Restated”
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>					
<b>Current liabilities</b>					
Short-term borrowings from financial institutions	10	12,000,000	9,200,000	2,550,000	5,700,000
Trade and other current payables	11, 17	28,276,413	34,292,055	2,702,803	3,086,075
Current portion of long-term liabilities	10	3,372,707	2,484,704	3,340,056	2,052,744
Current portion of spectrum licenses payable		14,152,262	10,017,157	-	-
Short-term borrowings from related parties	10, 17	2,000,000	-	4,240,000	6,440,000
Accrued revenue sharing expenses		5,361,819	5,360,787	5,221,244	5,220,212
Unearned income - mobile phone service		3,559,348	3,208,043	9,186	9,224
Advanced received from customers		2,495,094	2,963,183	-	-
Income tax payable		1,140,499	1,756,301	-	-
Other current liabilities		21,966	45,799	4,507	1,102
<b>Total current liabilities</b>		<b>72,380,108</b>	<b>69,328,029</b>	<b>18,067,796</b>	<b>22,509,357</b>
<b>Non-current liabilities</b>					
Long-term liabilities	10	91,151,037	87,273,400	33,878	3,345,111
Employee benefit obligations		2,762,729	2,554,403	367,583	326,767
Spectrum licenses payable		69,555,456	72,180,038	-	-
Other non-current liabilities	18	1,989,089	1,626,147	16,879	16,036
<b>Total non-current liabilities</b>		<b>165,458,311</b>	<b>163,633,988</b>	<b>418,340</b>	<b>3,687,914</b>
<b>Total liabilities</b>		<b>237,838,419</b>	<b>232,962,017</b>	<b>18,486,136</b>	<b>26,197,271</b>

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES  
STATEMENTS OF FINANCIAL POSITION (CONTINUED)  
AS AT SEPTEMBER 30, 2017

UNIT : THOUSAND BAHT

	NOTES	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		As at	As at	As at	As at
		September 30,	December 31,	September 30,	December 31,
		2017	2016	2017	2016
		“Unaudited”		“Unaudited”	“Restated”
<b>LIABILITIES AND SHAREHOLDERS’ EQUITY (CONTINUED)</b>					
<b>Shareholders’ equity</b>					
Share capital					
Authorized share capital					
4,997 million ordinary shares of					
		Baht 1.00 each			
		4,997,460	4,997,460	4,997,460	4,997,460
Issued and paid share capital					
2,973 million ordinary shares of					
		Baht 1.00 each, fully paid			
		2,973,095	2,973,095	2,973,095	2,973,095
Share premium					
		Share premium on ordinary shares			
		22,418,588	22,388,093	22,418,588	22,388,093
Retained earnings					
Appropriated					
		Legal reserve			
		500,000	500,000	500,000	500,000
	3	Unappropriated			
		15,657,613	16,471,015	15,657,613	16,471,015
	3	Other components of shareholders’ equity			
		238,182	236,680	238,182	236,680
		<b>Total shareholders’ equity attributable to owners of the Company</b>			
		41,787,478	42,568,883	41,787,478	42,568,883
		Non-controlling interests			
		105,036	139,451	-	-
		<b>Total shareholders’ equity</b>			
		41,892,514	42,708,334	41,787,478	42,568,883
		<b>Total liabilities and shareholders’ equity</b>			
		279,730,933	275,670,351	60,273,614	68,766,154

See condensed notes to the financial statements

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES  
STATEMENTS OF PROFIT OR LOSS  
FOR THE THREE-MONTH PERIOD ENDED SEPTEMBER 30, 2017  
“UNAUDITED”

UNIT : THOUSAND BAHT

	NOTES	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS
		2017	2016	2017	2016
					“Restated”
<b>Revenues</b>					
Revenues from rendering of services and equipment rentals	17	33,557,593	32,031,840	421,414	30,373
Revenue from sale of goods	17	5,022,172	5,063,876	-	-
<b>Total revenues</b>		<u>38,579,765</u>	<u>37,095,716</u>	<u>421,414</u>	<u>30,373</u>
<b>Costs</b>					
Cost of rendering of services and equipment rentals	17	(16,810,541)	(14,881,683)	(282,475)	1,422
Revenue sharing expense		-	(9,118)	-	(9,118)
Cost of sale of goods		(5,269,698)	(5,877,534)	-	-
<b>Total costs</b>		<u>(22,080,239)</u>	<u>(20,768,335)</u>	<u>(282,475)</u>	<u>(7,696)</u>
<b>Gross profit</b>		16,499,526	16,327,381	138,939	22,677
<b>Distribution costs and administrative expenses</b>					
Distribution costs		(2,607,541)	(3,827,602)	(165)	(2,701)
Administrative expenses		(3,991,718)	(3,432,746)	(41,208)	(279,519)
<b>Total distribution costs and administrative expenses</b>		<u>(6,599,259)</u>	<u>(7,260,348)</u>	<u>(41,373)</u>	<u>(282,220)</u>
<b>Profit (loss) from sales, services and equipment rentals</b>					
Interest and dividend income	17	37,828	52,840	347,512	355,093
Other income	17	82,129	79,470	32,869	408,838
Share of gain from investments in an associate, subsidiaries and a joint venture	3, 6, 7	3,226	764	7,177,049	6,257,066
Net gain on foreign exchange rate		41,225	67,395	778	5,006
Management benefit expenses	17	(36,417)	(38,973)	(36,357)	(38,913)
Finance costs	17	(1,338,960)	(1,310,933)	(76,245)	(129,495)
<b>Profit before income tax expense</b>		8,689,298	7,917,596	7,543,172	6,598,052
Income tax expense	14	(1,220,701)	(1,370,781)	(74,203)	(68,636)
<b>Profit for the period</b>		<u>7,468,597</u>	<u>6,546,815</u>	<u>7,468,969</u>	<u>6,529,416</u>
<b>Profit attributable to</b>					
Owners of the Company		7,468,969	6,529,416	7,468,969	6,529,416
Non-controlling interests		(372)	17,399	-	-
<b>Profit for the period</b>		<u>7,468,597</u>	<u>6,546,815</u>	<u>7,468,969</u>	<u>6,529,416</u>
<b>Earnings per share (in Baht)</b>					
Basic earnings per share	15	2.51	2.20	2.51	2.20
Diluted earnings per share		2.51	2.20	2.51	2.20

See condensed notes to the financial statements

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES  
 STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
 FOR THE THREE-MONTH PERIOD ENDED SEPTEMBER 30, 2017  
 “UNAUDITED”

UNIT : THOUSAND BAHT

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2017	2016	2017	2016
				“Restated”
<b>Profit for the period</b>	7,468,597	6,546,815	7,468,969	6,529,416
<b>Total comprehensive income for the period</b>	<u>7,468,597</u>	<u>6,546,815</u>	<u>7,468,969</u>	<u>6,529,416</u>
<b>Total comprehensive income attributable to</b>				
Owners of the Company	7,468,969	6,529,416	7,468,969	6,529,416
Non-controlling interests	(372)	17,399	-	-
<b>Total comprehensive income for the period</b>	<u>7,468,597</u>	<u>6,546,815</u>	<u>7,468,969</u>	<u>6,529,416</u>

See condensed notes to the financial statements

**ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**STATEMENTS OF PROFIT OR LOSS**  
**FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2017**  
**“UNAUDITED”**

UNIT : THOUSAND BAHT

	NOTES	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS 2017	FINANCIAL STATEMENTS 2016	FINANCIAL STATEMENTS 2017	FINANCIAL STATEMENTS 2016 “Restated”
<b>Revenues</b>					
Revenues from rendering of services and equipment rentals	17	99,229,168	95,221,319	1,267,629	5,011,598
Revenue from sale of goods	17	17,287,156	15,609,070	-	-
<b>Total revenues</b>		<u>116,516,324</u>	<u>110,830,389</u>	<u>1,267,629</u>	<u>5,011,598</u>
<b>Costs</b>					
Cost of rendering of services and equipment rentals	17	(49,585,392)	(41,583,756)	(880,194)	(5,321,591)
Revenue sharing expense		(1,033)	(2,652)	(1,033)	(2,652)
Cost of sale of goods		(18,120,125)	(16,326,155)	-	-
<b>Total costs</b>		<u>(67,706,550)</u>	<u>(57,912,563)</u>	<u>(881,227)</u>	<u>(5,324,243)</u>
<b>Gross profit (loss)</b>		<u>48,809,774</u>	<u>52,917,826</u>	<u>386,402</u>	<u>(312,645)</u>
<b>Distribution costs and administrative expenses</b>					
Distribution costs		(7,633,614)	(12,024,489)	(1,390)	(33,837)
Administrative expenses		(11,105,806)	(9,790,607)	(104,811)	(871,131)
<b>Total distribution costs and administrative expenses</b>		<u>(18,739,420)</u>	<u>(21,815,096)</u>	<u>(106,201)</u>	<u>(904,968)</u>
<b>Profit (loss) from sales, services and equipment rentals</b>					
		30,070,354	31,102,730	280,201	(1,217,613)
Interest and dividend income	3, 17	122,879	150,392	971,947	1,234,267
Other income	17	376,196	275,786	119,377	1,248,941
Share of gain from investments in an associate, subsidiaries and a joint venture	3, 6, 7	8,977	11,175	21,588,511	22,633,271
Net gain (loss) on foreign exchange rate		203,466	271,138	(5,844)	14,222
Management benefit expenses	17	(118,816)	(109,704)	(118,681)	(109,494)
Finance costs	17	(3,955,938)	(2,904,664)	(253,354)	(500,938)
<b>Profit before income tax income (expense)</b>		<u>26,707,118</u>	<u>28,796,853</u>	<u>22,582,157</u>	<u>23,302,656</u>
Income tax income (expense)	14	(4,331,204)	(4,581,323)	(205,473)	895,809
<b>Profit for the period</b>		<u>22,375,914</u>	<u>24,215,530</u>	<u>22,376,684</u>	<u>24,198,465</u>
<b>Profit attributable to</b>					
Owners of the Company		22,376,684	24,198,465	22,376,684	24,198,465
Non-controlling interests		(770)	17,065	-	-
<b>Profit for the period</b>		<u>22,375,914</u>	<u>24,215,530</u>	<u>22,376,684</u>	<u>24,198,465</u>
<b>Earnings per share (in Baht)</b>					
	15				
Basic earnings per share		<u>7.53</u>	<u>8.14</u>	<u>7.53</u>	<u>8.14</u>
Diluted earnings per share		<u>7.53</u>	<u>8.14</u>	<u>7.53</u>	<u>8.14</u>

See condensed notes to the financial statements



ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES  
 STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
 FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2017  
 “UNAUDITED”

UNIT : THOUSAND BAHT

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2017	2016	2017	2016 “Restated”
<b>Profit for the period</b>	22,375,914	24,215,530	22,376,684	24,198,465
<b>Total comprehensive income for the period</b>	<u>22,375,914</u>	<u>24,215,530</u>	<u>22,376,684</u>	<u>24,198,465</u>
<b>Total comprehensive income attributable to</b>				
Owners of the Company	22,376,684	24,198,465	22,376,684	24,198,465
Non-controlling interests	(770)	17,065	-	-
<b>Total comprehensive income for the period</b>	<u>22,375,914</u>	<u>24,215,530</u>	<u>22,376,684</u>	<u>24,198,465</u>

See condensed notes to the financial statements

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES  
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY  
CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2017  
"UNAUDITED"

UNIT : THOUSAND BAHT

	Notes	Issued and paid share capital	Share premium	Retained earnings		Other components of shareholders' equity			Total shareholders' equity attributable to owners of the Company	Non- controlling interests	Total shareholders' equity
				Legal reserve	Unappro- priated	Reserve for share- based payment	Gain on dilution of investment	Total other components of shareholders' equity			
<b>Balance as at January 1, 2016</b>		2,973,095	22,372,276	500,000	22,313,204	56,570	161,187	217,757	48,376,332	116,650	48,492,982
<b>Transactions with owners, recorded directly in shareholders' equity</b>											
Share-based payment transaction	12	-	15,817	-	-	9,609	-	9,609	25,426	-	25,426
Dividends	16	-	-	-	(36,508,728)	-	-	-	(36,508,728)	(143)	(36,508,871)
<b>Total transactions with owners, recorded directly in shareholders' equity</b>		-	15,817	-	(36,508,728)	9,609	-	9,609	(36,483,302)	(143)	(36,483,445)
<b>Comprehensive income for the period</b>											
Profit		-	-	-	24,198,465	-	-	-	24,198,465	17,065	24,215,530
<b>Total comprehensive income for the period</b>		-	-	-	24,198,465	-	-	-	24,198,465	17,065	24,215,530
<b>Balance as at September 30, 2016</b>		<u>2,973,095</u>	<u>22,388,093</u>	<u>500,000</u>	<u>10,002,941</u>	<u>66,179</u>	<u>161,187</u>	<u>227,366</u>	<u>36,091,495</u>	<u>133,572</u>	<u>36,225,067</u>

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES  
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (CONTINUED)  
CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2017  
“UNAUDITED”

UNIT : THOUSAND BAHT

	Notes	Issued and paid share capital	Share premium	Retained earnings		Other components of shareholders' equity			Total shareholders' equity attributable to owners of the Company	Non- controlling interests	Total shareholders' equity
				Legal reserve	Unappro- priated	Reserve for share- based payment	Gain on dilution of investment	Total other components of shareholders' equity			
<b>Balance as at January 1, 2017</b>		2,973,095	22,388,093	500,000	16,471,015	75,493	161,187	236,680	42,568,883	139,451	42,708,334
<b>Transactions with owners, recorded directly in shareholders' equity</b>											
Share capital reduction	7	-	-	-	-	-	-	-	-	(33,428)	(33,428)
Share-based payment transaction	12	-	30,495	-	-	1,502	-	1,502	31,997	-	31,997
Dividends	16	-	-	-	(23,190,086)	-	-	-	(23,190,086)	(217)	(23,190,303)
<b>Total transactions with owners, recorded directly in shareholders' equity</b>		-	30,495	-	(23,190,086)	1,502	-	1,502	(23,158,089)	(33,645)	(23,191,734)
<b>Comprehensive income for the period</b>											
Profit		-	-	-	22,376,684	-	-	-	22,376,684	(770)	22,375,914
<b>Total comprehensive income for the period</b>		-	-	-	22,376,684	-	-	-	22,376,684	(770)	22,375,914
<b>Balance as at September 30, 2017</b>		2,973,095	22,418,588	500,000	15,657,613	76,995	161,187	238,182	41,787,478	105,036	41,892,514

See condensed notes to the financial statements

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES  
 STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY  
 SEPARATE FINANCIAL STATEMENTS  
 FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2017  
 "UNAUDITED"

UNIT : THOUSAND BAHT

	Notes	Issued and paid share capital	Share premium	Retained earnings		Other components of shareholders' equity		Total shareholders' equity	
				Legal reserve	Unappropriated	Reserve for share- based payment	Gain on dilution of investment		Total other components of shareholders' equity
<b>"Restated"</b>									
Balance as at January 1, 2016 - as previously reported		2,973,095	22,372,276	500,000	19,308,357	56,570	-	56,570	45,210,298
Effect as the change in accounting policy	3	-	-	-	3,004,847	-	161,187	161,187	3,166,034
<b>Balance as at January 1, 2016 - as restated</b>		<u>2,973,095</u>	<u>22,372,276</u>	<u>500,000</u>	<u>22,313,204</u>	<u>56,570</u>	<u>161,187</u>	<u>217,757</u>	<u>48,376,332</u>
<b>Transactions with owners, recorded directly in shareholders' equity</b>									
Share-based payment transaction	12	-	15,817	-	-	9,609	-	9,609	25,426
Dividends	16	-	-	-	(36,508,728)	-	-	-	(36,508,728)
<b>Total transactions with owners, recorded directly in shareholders' equity</b>		<u>-</u>	<u>15,817</u>	<u>-</u>	<u>(36,508,728)</u>	<u>9,609</u>	<u>-</u>	<u>9,609</u>	<u>(36,483,302)</u>
<b>Comprehensive income for the period</b>									
Profit	3	-	-	-	24,198,465	-	-	-	24,198,465
<b>Total comprehensive income for the period</b>		<u>-</u>	<u>-</u>	<u>-</u>	<u>24,198,465</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>24,198,465</u>
<b>Balance as at September 30, 2016</b>		<u>2,973,095</u>	<u>22,388,093</u>	<u>500,000</u>	<u>10,002,941</u>	<u>66,179</u>	<u>161,187</u>	<u>227,366</u>	<u>36,091,495</u>

**ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (CONTINUED)**  
**SEPARATE FINANCIAL STATEMENTS**  
**FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2017**  
**“UNAUDITED”**

UNIT : THOUSAND BAHT

	Notes	Issued and paid share capital	Share premium	Retained earnings		Other components of shareholders' equity			Total shareholders' equity
				Legal reserve	Unappropriated	Reserve for share- based payment	Gain on dilution of investment	Total other components of shareholders' equity	
<b>“Restated”</b>									
<b>Balance as at January 1, 2017 - as previously reported</b>		2,973,095	22,388,093	500,000	12,761,598	75,493	-	75,493	38,698,279
Effect as the change in accounting policy	3	-	-	-	3,709,417	-	161,187	161,187	3,870,604
<b>Balance as at January 1, 2017 - as restated</b>		<u>2,973,095</u>	<u>22,388,093</u>	<u>500,000</u>	<u>16,471,015</u>	<u>75,493</u>	<u>161,187</u>	<u>236,680</u>	<u>42,568,883</u>
<b>Transactions with owners, recorded directly in shareholders' equity</b>									
Share-based payment transaction	12	-	30,495	-	-	1,502	-	1,502	31,997
Dividends	16	-	-	-	(23,190,086)	-	-	-	(23,190,086)
<b>Total transactions with owners, recorded directly in shareholders' equity</b>		<u>-</u>	<u>30,495</u>	<u>-</u>	<u>(23,190,086)</u>	<u>1,502</u>	<u>-</u>	<u>1,502</u>	<u>(23,158,089)</u>
<b>Comprehensive income for the period</b>									
Profit	3	-	-	-	22,376,684	-	-	-	22,376,684
<b>Total comprehensive income for the period</b>		<u>-</u>	<u>-</u>	<u>-</u>	<u>22,376,684</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>22,376,684</u>
<b>Balance as at September 30, 2017</b>		<u>2,973,095</u>	<u>22,418,588</u>	<u>500,000</u>	<u>15,657,613</u>	<u>76,995</u>	<u>161,187</u>	<u>238,182</u>	<u>41,787,478</u>

See condensed notes to the financial statements

**ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**STATEMENTS OF CASH FLOWS**  
**FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2017**  
**“UNAUDITED”**

UNIT : THOUSAND BAHT

	NOTES	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS
		2017	2016	2017	2016
					“Restated”
<b>Cash flows from operating activities</b>					
Profit for the period		22,375,914	24,215,530	22,376,684	24,198,465
Adjustments for					
Depreciation	9	15,514,602	10,787,909	66,043	100,405
Amortization of intangible assets	9	6,471,745	4,051,198	11,256	20,864
Interest and dividend income	3	(122,879)	(150,392)	(971,947)	(1,234,267)
Finance costs		3,955,938	2,904,664	253,354	500,938
(Reversal of) doubtful accounts and bad debts expenses	5	1,641,258	953,920	(3,860)	(2,978)
Share-based payment transaction	12	31,997	25,426	31,997	25,426
(Reversal of) allowance for obsolete, decline in value and write-off inventories		(285,848)	362,077	(15,752)	(25,328)
Allowance for unused equipment		537,309	-	-	-
(Gain) loss on disposals and write-off of assets		(7,923)	(999)	6,817	(764)
Unrealized (gain) loss on foreign exchange rate		68,567	106,865	(7,697)	(7,679)
Share of gain from investments in an associate subsidiaries and a joint venture	3, 6, 7	(8,977)	(11,175)	(21,588,511)	(22,633,271)
Income tax expense (income)		4,331,204	4,581,323	205,473	(895,809)
Cash provided by operation before changes in operating assets and liabilities		54,502,907	47,826,346	363,857	46,002
Changes in operating assets and liabilities					
Specifically-designated bank deposits		468,089	1,759,761	-	-
Trade and other current receivables		(2,986,911)	1,471,360	13,878	3,164,096
Inventories		852,065	366,274	15,820	61,652
Other current assets		73,393	(121,376)	6,671	(301,004)
Other non-current assets		837,303	1,087,574	1,038,651	43,575
Trade and other current payables		(1,814,738)	(787,144)	(266,055)	726,170
Accrued revenue sharing expenses		1,032	(4,635)	1,032	(4,635)
Unearned income - mobile phone service		351,305	687,849	(38)	(35,289)
Advanced received from customers		(468,089)	(1,759,761)	-	-
Other current liabilities		(23,833)	21,324	3,405	(1,544)
Swap and forward contracts receivable		21,626	68,089	7,871	7,871
Other non-current liabilities		155,438	196,132	31,027	(122,154)
Cash generated from operating activities		51,969,587	50,811,793	1,216,119	3,584,740
Income tax paid		(5,207,263)	(9,566,582)	(49,928)	(262,892)
<b>Net cash provided by operating activities</b>		<b>46,762,324</b>	<b>41,245,211</b>	<b>1,166,191</b>	<b>3,321,848</b>

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES  
STATEMENTS OF CASH FLOWS (CONTINUED)  
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2017  
“UNAUDITED”

UNIT : THOUSAND BAHT

	NOTES	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS
		2017	2016	2017	2016
<b>Cash flows from investing activities</b>					
Interest received		121,346	157,410	812,538	1,472,895
Purchase of property, plant, equipment and other intangible assets		(33,822,196)	(37,031,040)	(9,777)	(20,509)
Sale of equipment		108,212	16,904	21,686	33,579
Payment of spectrum license		-	(8,067,738)	-	-
Net (increase) decrease in short-term loans to related parties		-	-	(1,940,000)	1,932,000
Increase in investments in joint venture		(45,000)	-	-	-
Decrease in investments in subsidiary		-	-	2,266,535	-
Net decrease in current investments		-	304,674	-	-
Dividend received		-	-	28,454,797	35,860,268
<b>Net cash provided by (used in) investing activities</b>		<u>(33,637,638)</u>	<u>(44,619,790)</u>	<u>29,605,779</u>	<u>39,278,233</u>
<b>Cash flows from financing activities</b>					
Interest paid		(1,750,304)	(1,301,145)	(356,913)	(439,537)
Other finance costs paid		(51,451)	(168,790)	(3,741)	(1,950)
Finance lease payments		(38,471)	(33,690)	(11,078)	(10,602)
Net increase (decrease) in short-term loans from financial institutions		2,800,000	12,290,000	(3,150,000)	(900,000)
Net increase (decrease) in short-term borrowings from related parties		2,000,000	1,000,000	(2,200,000)	20,000
Proceed of long-term borrowings		7,307,475	34,653,738	-	-
Repayments of long-term borrowings		(1,947,386)	(5,550,187)	(1,550,187)	(5,550,187)
Cash from share capital reduction paid to non-controlling interests		(33,428)	-	-	-
Dividend paid		(23,190,303)	(36,508,871)	(23,190,086)	(36,508,728)
<b>Net cash provided by (used in) financing activities</b>		<u>(14,903,868)</u>	<u>4,381,055</u>	<u>(30,462,005)</u>	<u>(43,391,004)</u>
Effect of exchange rate changes on balances held in foreign currencies		3,280	(2,925)	(4,164)	(2,375)
<b>Net increase (decrease) in cash and cash equivalents</b>		<u>(1,775,902)</u>	<u>1,003,551</u>	<u>305,801</u>	<u>(793,298)</u>
Cash and cash equivalents as at January 1,		11,226,141	9,864,913	409,711	1,153,323
<b>Cash and cash equivalents as at September 30,</b>		<u>9,450,239</u>	<u>10,868,464</u>	<u>715,512</u>	<u>360,025</u>
<b>Supplemental disclosures of cash flow information</b>					
<b>Non-cash transactions</b>					
Outstanding debts arising from investments in capital expenditures and spectrum license		91,638,295	93,665,782	2,857	22,673

See condensed notes to the financial statements

**ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**CONDENSED NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2017**  
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**ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES  
CONDENSED NOTES TO THE FINANCIAL STATEMENTS  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2017  
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**1. GENERAL INFORMATION**

Advanced Info Service Public Company Limited (the “Company”) is incorporated in Thailand and has its registered office at 414 Phaholyothin Road, Samsen Nai, Phayathai, Bangkok, Thailand.

The Company was listed on the Stock Exchange of Thailand in November 1991.

Intouch Holdings Public Company Limited is a major shareholder, holding 40.45% (December 31, 2016: 40.45%) of the authorized share capital of the Company and is incorporated in Thailand. Singtel Strategic Investments Pte Ltd. is a shareholder, holding 23.32% (December 31, 2016: 23.32%) of the authorized share capital of the Company and is incorporated in Singapore.

The major principal business operations of the Company and its subsidiaries (the “Group”) are summarized as follows:

- 1) The operation of a 900 MHz CELLULAR TELEPHONE SYSTEM as the operator. The Company has been granted permission from TOT Public Company Limited (“TOT”), under the Agreement for operation (the “Agreement”) dated March 27, 1990, to operate and service of Cellular Mobile Telephone, either analogy (NMT) or Digital GSM, 900 MHz frequency nationwide, parallel operation for 25 years since October 1, 1990, being the first commercial operating date of service. The Agreement ended on September 30, 2015. The Company is obliged to comply with various conditions and pay revenue sharing in accordance with the Agreement.

Under the Agreement, the Company shall be entitled to immediately transfer the ownership right of its tools and equipment or assets for operating the 900 MHz Cellular System to TOT when the installation has been completed and the Company shall pay TOT annual revenue sharing in accordance with the Agreement at the percentage of annual revenues and any benefit from the mobile phone service prior to deducting any expenses and any tax or the minimum annual revenue sharing stipulated in the Agreement. The Agreement does not specify a minimum cumulative amount over the term of the Agreement.

The percentages of the service revenues and minimum annual revenue sharing for each years are as follows:

<b>Year</b>	<b>Percentage of revenues</b>	<b>Minimum annual revenue sharing (in million Baht)</b>
1 - 5	15	13 to 147
6 - 10	20	253 to 484
11 - 15	25	677 to 965
16 - 20	30	1,236 to 1,460
21 - 25	30	1,460

The Agreement for operation of the Company was expired on September 30, 2015. Thus, on September 17, 2015, the National Broadcasting and Telecommunications Commission (“NBTC”) has announced a temporary customer protection measure after the Agreement expired (Issue no.2) to assign the operator to provide continuing services to the subscribers. The operator must comply with the rules and conditions set forth in the announcement.

**ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**CONDENSED NOTES TO THE FINANCIAL STATEMENTS**  
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On October 15, 2015, NBTC submitted a letter to the Company on determination on the end of customer protection period on 900 MHz and concluded that the Company has to provide temporary continuing service until November 19, 2015.

Later, on November 2, 2015, the National Telecommunication Commission (“NTC”) decided to postpone the auction of 900 MHz license from November 12, 2015 to December 15, 2015.

On April 12, 2016, the National Council for Peace and Order (“NCPO”) issued an order no. 16/2559 on Spectrum Auction for Telecommunication Business. Such order mandates NBTC to set up 900 MHz spectrum auction on May 27, 2016, and extend the remedy period of 900 MHz to be effective until June 30, 2016 or until the official date the NBTC shall grant the spectrum license to the bidding winner, whichever comes first.

Later, on June 30, 2016, NBTC announced the ending of remedy period for customers who on 900 MHz after Advanced Wireless Network Co., Ltd. (“AWN”), a subsidiary, paid the first instalment of 900 MHz license on June 28, 2016 which has been granted permission from NBTC on June 30, 2016.

In the present, the Company provides consulting and management services to its subsidiaries (see Note 17).

- 2) The operation of a DATAKIT VIRTUAL CIRCUIT SWITCH as the operator. Advanced Datanetwork Communications Co., Ltd. (“ADC”), an indirect subsidiary, has been granted permission from TOT Public Company Limited (“TOT”), under the Agreement for operation (the “Agreement”) dated September 19, 1989, for rendering services for DATAKIT VIRTUAL CIRCUIT SWITCH in the area of the Metropolitan Telephone Exchange.

Under the Agreement, ADC shall be entitled to immediately transfer the ownership right of its tools and equipment or assets for operation of DATAKIT System to TOT when the installation has been completed and ADC shall pay TOT annual revenue sharing in accordance with the Agreement at the percentage of annual revenues and any benefit from service of DATAKIT VIRTUAL CIRCUIT SWITCH prior to deducting any expenses and any tax or the minimum annual revenue sharing stipulated in the Agreement.

ADC and TOT have mutually agreed to amend the Agreement and signed the Supplemental Agreement on September 25, 1997 to extend the validity period from 10 years to 25 years (such validity period will be ended on September 24, 2022) and waive the collection of annual revenue sharing under the agreements effective from September 25, 1997. ADC issued 10.75 million ordinary shares at a par value of Baht 10 (11.23% of total shares) to TOT on March 17, 1998 in consideration of such waiver. As at September 30, 2017, TOT owns 48.12% of ADC’s total shares (December 31, 2016: 48.12%).

**ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
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- 3) The operation of an 1800 MHz CELLULAR TELEPHONE SYSTEM as the operator. Digital Phone Company Limited (“DPC”), a subsidiary, has been granted permission from CAT Telecom Public Company Limited (“CAT”), under the Agreement for operation (“the “Agreement”) dated on November 19, 1996, to operate and service Cellular Mobile Telephone: Digital PCN (PERSONAL COMMUNICATION NETWORK) 1800, frequency between 1747.9 MHz to 1760.5 MHz and 1842.9 MHz to 1855.5 MHz, nationwide. DPC started the operation commencing from May 28, 1997, ending September 15, 2013 and DPC was obliged to comply with various conditions and pay revenue sharing in accordance with the Agreement.

Under the Agreement, DPC was entitled to immediately transfer the ownership right of its machineries, all equipment and tools or assets for operation to CAT upon installation completion and DPC paid CAT the annual revenue sharing at the percentage of annual revenues and any benefit in according with the accrual basis from the mobile phone service prior to deducting any expenses and any tax and fees which the minimum revenue sharing must accumulate, over the term of the Agreement, not less than Baht 5,400 million as follows:

<b>Year</b>	<b>Percentage of revenues</b>	<b>Minimum annual revenue sharing (in million Baht)</b>
1	25	9
2 - 9	20	60 to 320
10 - 14	25	350 to 650
15 - 16	30	670

DPC paid the revenue sharing to CAT through the agreement period in the total amount of Baht 15,853 million.

The Agreement was expired on September 15, 2013. Thus, on August 16, 2013, the office of the National Broadcast and Telecommunication Commission (“NBTC”) has announced a temporary customer protection measure after the Agreement expired to assign the operator to provide continuing services to the subscribers for up to a further 1 year commencing from the Agreement expiration date. The operator must comply with the rules and conditions set forth in the announcement. On July 17, 2014, the National Council for Peace and Order (“NCPO”) has announced an order No. 94/2557 “Suspension the Implementation of the Act on Organization to Assign Radio Frequency and to Regulate the Broadcasting and Communications Services” to instruct NBTC to postpone an auction for spectrum licenses for 1 year commencing from the order date. During the postpone period, the operator has to comply with the NBTC’s announcement on August 16, 2013 to provide continuing services to the subscribers. The application of those rules and conditions has not been clarified in detail by NBTC yet (including expenses that may be deducted in arriving at a notional profit payable to the State). Consequently, the outcome of complying with this extension on DPC is currently uncertain.

On November 24, 2015, NBTC has announced the end of a temporary customer protection period on 1800 MHz on November 26, 2015.

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- 4) The operation of a 2.1 GHz CELLULAR TELEPHONE SYSTEM as the operator. Advanced Wireless Network Co., Ltd. (“AWN”), a subsidiary, has been granted permission from the Office of the National Broadcasting and Telecommunications Commission (“NBTC”), to operate and service Cellular Mobile Telephone, frequency between 1950 MHz to 1965 MHz and 2140 MHz to 2155 MHz, nationwide in accordance with the license certificate (the “License”) no. NBTC/FREQ/TEL/55/1, date December 7, 2012. AWN started the operation commencing from December 7, 2012, ending December 6, 2027 and AWN is obliged to comply with various conditions and pay fees within the time period as specified in the License.

License of Spectrum for Telecommunications Service in the Frequency Band of 1800 MHz.

On November 17, 2015, AWN has been granted permission from the Office of the National Broadcasting and Telecommunications Commission (“NBTC”), to operate and service Cellular Mobile Telephone, frequency between 1725 MHz to 1740 MHz and 1820 MHz to 1835 MHz, nationwide in accordance with the license certificate (the “License”) no. NBTC/FREQ/TEL/55/1 (Addendum no.1), date November 25, 2015. AWN started the operation commencing from November 26, 2015, ending September 15, 2033 and AWN is obliged to comply with various conditions and pay fees within the time period as specified in the License.

License of Spectrum for Telecommunications Service in the Frequency Band of 900 MHz.

On May 27, 2016, AWN has been granted permission from the Office of the National Broadcasting and Telecommunications Commission (“NBTC”), to operate and service Cellular Mobile Telephone, frequency between 895 MHz to 905 MHz and 940 MHz to 950 MHz, nationwide in accordance with the license certificate (the “License”) no. NBTC/FREQ/TEL/55/1 (Addendum no.2), date June 30, 2016. AWN started the operation commencing from July 1, 2016 to June 30, 2031 and AWN is obliged to comply with various conditions and pay fees within the time period as specified in the License.

- 5) Super Broadband Network Co., Ltd. (“SBN”), a subsidiary, has been granted permission from the Office of the National Broadcasting and Telecommunications Commission (“NBTC”) under the broadcasting network license for non - frequency business at national. The license certificate (the “License”) no. B1-N21331-0001-60 dated on March 20, 2017 and will be expired on March 19, 2032. In addition, SBN has been granted licenses from NBTC for the operation of television broadcasting service several channels the period of 1 year each. SBN is obliged to comply with various conditions and pay fee within the time period as specified in the License.

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Details of the Company’s subsidiaries, an associate and a joint venture as at September 30, 2017 and December 31, 2016 are as follows:

Name of the entities	Type of business	Country of incorporation	Ownership interest (%)	
			As at September 30, 2017	As at December 31, 2016
<b>Subsidiaries</b>				
Advanced Contact Center Co., Ltd.	Service provider of call center	Thailand	99.99	99.99
Digital Phone Co., Ltd.	Service provider of digital mobile phone system	Thailand	98.55	98.55
Advanced Magic Card Co., Ltd.	Distributor of cash card business	Thailand	99.99	99.99
Advanced Mpay Co., Ltd.	Service provider of electronic payment and cash card	Thailand	99.99	99.99
AIN GlobalComm Co., Ltd.	Service provider of international telephone service/gateway	Thailand	99.99	99.99
Advanced Wireless Network Co., Ltd.	Service provider of cellular telephone network in 2.1 GHz, 900 MHz and 1800 MHz frequency, distributor of handsets and international telephone service, network operator, telecom service operator and national broadcasting network services.	Thailand	99.99	99.99
Super Broadband Network Co., Ltd.	Network operator and telecom service operator, including as service provider of broadcasting network and television broadcasting service several channels	Thailand	99.99	99.99
Wireless Device Supply Co., Ltd.	Importer and distributor of handset and accessories	Thailand	99.99	99.99
Fax Lite Co., Ltd.	Operate in land and building rental and service, and related facilities	Thailand	99.98	99.98
MIMO Tech Co., Ltd.	Operate IT, content aggregator, and outsourcing service for billing and collection	Thailand	99.99	99.99
Advanced Broadband Network Co., Ltd.	Currently not start the operation	Thailand	99.99	99.99
<b>Indirect Subsidiaries</b>				
Advanced Datanetwork Communications Co., Ltd.	Service provider of online data communications service via telephone land line and optical fiber	Thailand	51.00	51.00
<b>Associate</b>				
Information Highway Co., Ltd.	Transmission network provider	Thailand	29.00	29.00
<b>Joint Venture</b>				
Amata Network Co., Ltd.	Develop infrastructure of fibre optic network	Thailand	60.00	60.00

The Group and the Company have extensive transactions and relationships with the related parties. Accordingly, the accompanying financial statements may not necessarily be indicative of the conditions that would have existed or the results of operations that would have occurred if the Group and the Company had operated without such affiliation.

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**2. BASIS OF PREPARATION AND PRESENTATION OF THE INTERIM FINANCIAL STATEMENTS**

- 2.1 These interim financial statements are prepared in Thai Baht and in compliance with Thai Accounting Standard No. 34 (Revised 2016) “Interim Financial Reporting” and accounting practices generally accepted in Thailand. The Company presents the condensed notes to interim financial statements and the additional information is disclosed in accordance with the regulations of the Office of the Securities and Exchange Commission.
- 2.2 The consolidated and separate statements of financial position as at December 31, 2016, presented herein for comparison, have been derived from the consolidated and separate financial statements of the Group and the Company for the year then ended which had been previously audited.
- 2.3 The unaudited results of operations presented in the three-month and nine-month periods ended September 30, 2017 are not necessarily an indication nor anticipation of the operating results for the full year.
- 2.4 Certain financial information which is normally included in the annual financial statements prepared in accordance with Thai Financial Reporting Standards, but which is not required for interim reporting purposes, has been omitted. In addition, the interim financial statements for the three-month and nine-month periods ended September 30, 2017 should be read in conjunction with the audited financial statements for the year ended December 31, 2016.

2.5 Judgements and estimates

The preparation of interim financial statements in conformity with Thai Financial Reporting Standards requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these interim financial statements, the significant judgements made by management in applying the Group’s and the Company’s accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended December 31, 2016.

2.6 Significant accounting policies

The interim financial statements have been prepared based on the basis, accounting policies and method of computation consistent with those used in the financial statements for the year ended December 31, 2016, except the adoption of new and revised Thai Financial Reporting Standards as described in Note 3.

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**3. NEW THAI FINANCIAL REPORTING STANDARDS**

**3.1 Adoption of new and revised Thai Financial Reporting Standards**

Since January 1, 2017, the Group and the Company have adopted the new and revised Thai Financial Reporting Standards (“TFRSs”) issued by the Federation of Accounting Professions, which are effective for the financial statements for the accounting periods beginning on or after January 1, 2017 onwards, in preparation of financial statements. Such TFRSs have no significant impact on the Group’s and the Company’s financial statements except for the following TFRS.

**TAS 27 (Revised 2016) “Separate Financial Statements”**

Since January 1, 2017, the Group and the Company have adopted TAS 27 (Revised 2016) “Separate Financial Statements” by electing to change accounting policy relating to investments in subsidiaries in the separate financial statements from cost method to equity method.

Effect from change in accounting policy on the separate financial statements are summarized as follows:

The separate statement of financial position as at December 31, 2016 and January 1, 2016

	As at December 31, 2016			As at January 1, 2016		
	Balance as at December 31, 2016 as previously reported	Increase from change in accounting policy	Balance as at December 31, 2016 as restated	Balance as at January 1, 2016 as previously reported	Increase from change in accounting policy	Balance as at January 1, 2016 as restated
<b>Unit: Million Baht</b>						
<b>Assets</b>						
<b>Non-current assets</b>						
Investments in subsidiaries	7,721	3,870	11,591	7,661	3,166	10,827
<b>Shareholders’ equity</b>						
Retained earnings - unappropriated	12,762	3,709	16,471	19,308	3,005	22,313
Other components of shareholders’ equity	75	161	236	57	161	218

The separate statements of profit or loss and profit or loss and other comprehensive income for the three-month and nine-month periods ended September 30, 2016

	For the three-month period ended September 30, 2016		
	For the three-month period ended September 30, 2016 as previously reported	Increase from change in accounting policy	For the three-month period ended September 30, 2016 as restated
<b>Unit: Million Baht</b>			
Share of gain from investments in an associate, subsidiaries and a joint venture	-		6,257
Profit for the period	272		6,529
Basic earnings per share (in Baht)	0.09		2.20
Diluted earnings per share (in Baht)	0.09		2.20
Total comprehensive income for the period	272		6,529

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	<b>Unit: Million Baht</b>		
	<b>For the nine-month period ended September 30, 2016</b>		
	<b>For the nine-month period ended September 30, 2016 as previously reported</b>	<b>Increase (decrease) from change in accounting policy</b>	<b>For the nine-month period ended September 30, 2016 as restated</b>
Interest and dividend income	17,150	(15,916)	1,234
Share of gain from investments in an associate, subsidiaries and a joint venture	-	22,633	22,633
Profit for the period	17,481	6,717	24,198
Basic earnings per share (in Baht)	5.88	2.26	8.14
Diluted earnings per share (in Baht)	5.88	2.26	8.14
Total comprehensive income for the period	17,481	6,717	24,198

The separate statements of cash flows for the nine-month period ended September 30, 2016

	<b>Unit: Million Baht</b>		
	<b>For the nine-month period ended September 30, 2016</b>		
	<b>For the nine-month period ended September 30, 2016 as previously reported</b>	<b>Increase (decrease) from change in accounting policy</b>	<b>For the nine-month period ended September 30, 2016 as restated</b>
Profit for the period	17,481	6,717	24,198
Adjustments for			
Interest and dividend income	(17,150)	15,916	(1,234)
Share of gain from investments in an associate, subsidiaries and a joint venture	-	(22,633)	(22,633)
Cash used in operation before changes in operating assets and liabilities	46	-	46

### 3.2 Thai Financial Reporting Standards announced in the Royal Gazette but not yet effective

The Federation of Accounting Professions has issued the Notification regarding 56 Thai Financial Reporting Standards (TFRSs) that will be effective for the financial statements for the period beginning on or after January 1, 2017 onwards, which has been announced in the Royal Gazette on September 26, 2017. 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 Group’s and the Company’s management will adopt such TFRSs in the preparation of the Group’s and the Company’s financial statements when it becomes effective. The Group’s and the Company’s management is in the process to assess the impact of these TFRSs on the financial statements of the Group and the Company in the period of initial application.



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**4. SPECIFICALLY-DESIGNATED BANK DEPOSITS**

In order to comply with the Notification of the Bank of Thailand applicable to the electronic cash card business, the subsidiaries held deposits at call with banks not less than the subsidiaries’ outstanding balance of advance receipts from customers which cannot be used for other purposes apart from payments to service providers as at September 30, 2017 amounting to Baht 2,495 million (December 31, 2016: Baht 2,963 million).

**5. TRADE AND OTHER CURRENT RECEIVABLES**

Trade and other current receivables as at September 30, 2017 and December 31, 2016 are as follows:

	Notes	Consolidated		Unit: Million Baht Separate	
		financial statements		financial statements	
		As at September 30, 2017	As at December 31, 2016	As at September 30, 2017	As at December 31, 2016
<b>Trade receivables</b>					
Related parties: 17					
Trade receivables		44	56	38	53
Accrued income		2	12	3	3
		<u>46</u>	<u>68</u>	<u>41</u>	<u>56</u>
Other parties:					
Trade receivables		7,224	6,773	200	211
Accrued income		7,113	5,903	1,579	1,580
		<u>14,337</u>	<u>12,676</u>	<u>1,779</u>	<u>1,791</u>
<b>Total trade receivables</b>		<b>14,383</b>	<b>12,744</b>	<b>1,820</b>	<b>1,847</b>
Less Allowance for doubtful accounts		(1,444)	(1,367)	(109)	(122)
<b>Trade receivables - net</b>		<b>12,939</b>	<b>11,377</b>	<b>1,711</b>	<b>1,725</b>
<b>Other receivables</b>					
Other	17	2,528	2,739	307	144
<b>Total other receivables</b>		<b>2,528</b>	<b>2,739</b>	<b>307</b>	<b>144</b>
<b>Total trade and other current receivables</b>		<b>15,467</b>	<b>14,116</b>	<b>2,018</b>	<b>1,869</b>

  

	Consolidated		Unit: Million Baht Separate	
	financial statements		financial statements	
	2017	2016	2017	2016
(Reversal of) bad and doubtful debts expense				
for the three-month periods ended September 30,	551	350	(4)	4
for the nine-month periods ended September 30,	<u>1,641</u>	<u>954</u>	<u>(4)</u>	<u>(3)</u>

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Aging analysis for trade receivables are as follows:

	<b>Consolidated</b>		<b>Unit: Million Baht</b>	
	<b>financial statements</b>		<b>Separate</b>	
	<b>As at</b>	<b>As at</b>	<b>As at</b>	<b>As at</b>
	<b>September 30,</b>	<b>December 31,</b>	<b>September 30,</b>	<b>December 31,</b>
	<b>2017</b>	<b>2016</b>	<b>2017</b>	<b>2016</b>
<b>Related parties</b>				
Current - overdue 3 months	32	67	41	56
Overdue 3 - 6 months	1	1	-	-
Overdue 6 - 12 months	13	-	-	-
	<u>46</u>	<u>68</u>	<u>41</u>	<u>56</u>
<b>Other parties</b>				
Current - overdue 3 months	11,859	10,125	-	2
Overdue 3 - 6 months	534	475	-	13
Overdue 6 - 12 months	122	300	6	54
Overdue over 12 months	1,822	1,776	1,773	1,722
	<u>14,337</u>	<u>12,676</u>	<u>1,779</u>	<u>1,791</u>
<u>Less</u> Allowance for doubtful accounts	<u>(1,444)</u>	<u>(1,367)</u>	<u>(109)</u>	<u>(122)</u>
	<u>12,893</u>	<u>11,309</u>	<u>1,670</u>	<u>1,669</u>
<b>Trade receivables - net</b>	<u>12,939</u>	<u>11,377</u>	<u>1,711</u>	<u>1,725</u>

The normal credit term granted by the Group and the Company ranges from 14 days to 30 days.

As at September 30, 2017, the Group and the Company have the outstanding balance of accrued income of revenue sharing in international direct dial service (IDD) of Baht 1,584 million and Baht 1,574 million, respectively (December 31, 2016: Baht 1,584 million and Baht 1,574 million, respectively). Part of that outstanding is presented in overdue 12 months of Baht 1,584 million and Baht 1,574 million, respectively (December 31, 2016: Baht 1,584 million and Baht 1,574 million, respectively).

On January 16, 2013, the Company has submitted a dispute to the Arbitration Institute demanding TOT Public Company Limited (“TOT”) to pay this receivable plus interest, the total amount of Baht 1,526 million.

On November 26, 2013, Digital Phone Company Limited, a subsidiary, has submitted a dispute to the Central Administrative Court demanding CAT Public Company Limited (“CAT”) to pay this receivable plus interest, the total amount of Baht 11 million.

On May 1, 2017, the Arbitral Tribunal gave the arbitration award to order TOT to pay the revenue sharing of international call service from November 2008 to September 2012 to the Company in the amount of Baht 1,355 million and plus interest since date of the arbitration award until fully repayment date at 7.5% per annum of the principal amount. Moreover, TOT has to pay the revenue sharing of international phone service from October 2012 to the ending of the Agreement for operation on September 30, 2015, or until the agreement is amended or renewed.

On September 7, 2017, the Company received a black case no.1148/2560 dated July 17, 2017, which TOT has filed to revoke the Arbitral Tribunal’s award ordering TOT to pay the revenue share of international call service as mention above. Currently, the dispute has been in the process of consideration by the Central Administration Court process.

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6. INVESTMENTS IN AN ASSOCIATE AND A JOINT VENTURE

Movements in investment in an associate for the nine-month periods ended September 30, 2017 and 2016 are as follows:

	<b>Unit: Million Baht Consolidated financial statements</b>	
	<b>2017</b>	<b>2016</b>
As at January 1,	24	-
Share gain from investment in an associate	11	10
<b>As at September 30,</b>	<u>35</u>	<u>10</u>

Movements in investment in a joint venture for the nine-month period ended September 30, 2017 is as follows: (2016: nil)

	<b>Unit: Million Baht Consolidated financial statements</b>	
As at January 1,		15
Additional investments		45
Share loss from investment in a joint venture		(2)
<b>As at September 30,</b>		<u>58</u>

**The establishment of a joint venture**

On October 20, 2015, the Board of Directors’ meeting passed the resolution to approve the establishment of a joint venture company between Advanced Broadband Network Co., Ltd. (“ABN”), a subsidiary, and Amata Corporation Public Company Limited (“AMATA”) for 60% holding or 599,998 shares, totaling Baht 60 million to develop infrastructure of fibre optic network in Amata Nakorn industrial estate named Amata Network Co., Ltd. (“AN”).

On December 6, 2016, ABN invested in AN, 599,998 shares by Baht 25 per share, totaling Baht 15 million, representing 60% of ownership. Subsequently, ABN paid the remaining share subscription of Baht 75 per share, totaling Baht 45 million on January 19, 2017.

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**7. INVESTMENTS IN SUBSIDIARIES**

Movements in investments in subsidiaries for the nine-month periods ended September 30, 2017 and 2016 are as follows:

	<b>Unit: Million Baht</b>	
	<b>Separate</b>	
	<b>financial statements</b>	
	<b>2017</b>	<b>2016</b>
<b>Subsidiaries</b>		
As at January 1, - as previously reported	7,721	7,661
Effect from change in accounting policy (see Note 3)	3,870	3,166
As at January 1, - as restated	11,591	10,827
Dividend income	(16,361)	(15,916)
Share of gain from investment in subsidiaries	21,589	22,633
Reducing in share capital of a subsidiary	(2,267)	-
<b>As at September 30,</b>	<u>14,552</u>	<u>17,544</u>

**Increase in share capital of a subsidiary**

On November 30, 2016, Advanced Broadband Network Co., Ltd. (“ABN”), a subsidiary, registered the increase in the share capital from Baht 15 million (150,000 ordinary shares, Baht 100 par value) to Baht 75 million (750,000 ordinary shares, Baht 100 par value) with the Ministry of Commerce. The purpose of the capital increase is for investment in joint venture. The Company paid additional investment in such subsidiary for the increased 600,000 ordinary shares by Baht 100 per share, totaling Baht 60 million and holds 99.99% of the issued share capital.

**Decrease in share capital of a subsidiary**

On April 28, 2017, the Annual General shareholders’ meeting of Digital Phone Co., Ltd. (“DPC”) a subsidiary, approved a resolution to decrease in registered share capital from 365,546,542 shares at Baht 10 each, to 91,386,636 shares at Baht 10 which was registered with the Department of Business Development Ministry of Commerce on June 5, 2017 and reversed deficit in the amount of Baht 442 million because DPC has no operating business to generate revenue profit. The share capital reduction was paid to the shareholders on July 31, 2017.

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Investments in subsidiaries as at September 30, 2017 and December 31, 2016 and dividend income from those investments for the nine-month periods ended September 30, are as follows:

													Unit: Million Baht	
	% of ownership interest		Paid-up capital		Separate financial statements				Cost - net		Investment as equity method		Dividend income for the nine-month periods ended	
	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at	September 30,	
	September 30, 2017	December 31, 2016	September 30, 2017	December 31, 2016	September 30, 2017	December 31, 2016	September 30, 2017	December 31, 2016	September 30, 2017	December 31, 2016	September 30, 2017	December 31, 2016	2017	2016
<b>Subsidiaries</b>													<b>“Restated”</b>	
Advanced Contact Center Co., Ltd.	99.99	99.99	272	272	811	811	-	-	811	811	351	304	46	152
Digital Phone Co., Ltd.	98.55	98.55	914	3,655	10,226	12,493	(8,230)	(8,230)	1,996	4,263	4,061	6,275	-	-
Advanced Magic Card Co., Ltd.	99.99	99.99	250	250	250	250	-	-	250	250	289	289	30	-
Advanced Mpay Co., Ltd.	99.99	99.99	300	300	336	336	-	-	336	336	644	588	267	339
AIN GlobalComm Co., Ltd.	99.99	99.99	100	100	100	100	-	-	100	100	137	136	102	85
Advanced Wireless Network Co., Ltd.	99.99	99.99	1,350	1,350	1,485	1,485	-	-	1,485	1,485	7,465	3,093	13,674	13,541
Super Broadband Network Co., Ltd.	99.99	99.99	300	300	300	300	-	-	300	300	375	350	75	-
Wireless Device Supply Co., Ltd.	99.99	99.99	50	50	50	50	-	-	50	50	129	85	238	520
Fax Lite Co., Ltd.	99.98	99.98	1	1	1	1	-	-	1	1	422	279	1,049	680
MIMO Tech Co., Ltd.	99.99	99.99	50	50	50	50	-	-	50	50	586	108	880	599
Advanced Broadband Network Co., Ltd.	99.99	99.99	75	75	75	75	-	-	75	75	93	84	-	-
<b>Total</b>					<u>13,684</u>	<u>15,951</u>	<u>(8,230)</u>	<u>(8,230)</u>	<u>5,454</u>	<u>7,721</u>	<u>14,552</u>	<u>11,591</u>	<u>16,361</u>	<u>15,916</u>

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**8. OTHER LONG-TERM INVESTMENTS**

Other long-term investments as at September 30, 2017 and December 31, 2016 are as follows:

	Consolidated		Unit: Million Baht	
	financial statements		Separate	
	As at September 30, 2017	As at December 31, 2016	As at September 30, 2017	As at December 31, 2016
Fixed deposit at financial institutions - pledged	11	11	-	-
Other long-term investments	48	48	48	48
<b>Total</b>	<b>59</b>	<b>59</b>	<b>48</b>	<b>48</b>

**Fixed deposits at financial institutions - pledged**

As at September 30, 2017, the Group has fixed deposit at financial institutions in the amount of Baht 11.20 million (December 31, 2016: Baht 11.20 million), which have been pledged with a bank in respect of the contract’s compliance.

**Other long-term investments**

On September 29, 2016, the Company invested in Pracharath Rak Samakee (Thailand) Co., Ltd., of 1,000 ordinary shares with a par value of Baht 1,000 per share, totaling Baht 1 million. Total shares invested represented 1% ownership. The objective of business is to develop Thailand economic with the government.

**9. CAPITAL EXPENDITURES**

Movements in capital expenditures for the nine-month periods ended September 30, 2017 and 2016 are as follows:

As at September 30, 2017

	Consolidated financial statements				Unit: Million Baht
	Balance as at January 1, 2017	Increase	Decrease	Transfer/ Other	
<b>Cost:</b>					
Property, plant and equipment	165,401	28,661	(1,280)	(106)	192,676
Assets under the agreements for operations	1,248	-	-	-	1,248
Spectrum licenses	124,142	-	-	-	124,142
Other intangible assets	7,426	780	-	106	8,312
<b>Total</b>	<b>298,217</b>	<b>29,441</b>	<b>(1,280)</b>	<b>-</b>	<b>326,378</b>
<b>Accumulated depreciation, amortization and allowance:</b>					
Property, plant and equipment	(47,130)	(16,052)	1,165	-	(62,017)
Assets under the agreements for operations	(1,248)	-	-	-	(1,248)
Spectrum licenses	(8,764)	(5,875)	-	-	(14,639)
Other intangible assets	(3,327)	(597)	-	-	(3,924)
<b>Total</b>	<b>(60,469)</b>	<b>(22,524)</b>	<b>1,165</b>	<b>-</b>	<b>(81,828)</b>
	<b>237,748</b>				<b>244,550</b>

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As at September 30, 2016

	Consolidated financial statements				Unit: Million Baht
	Balance as at January 1, 2016	Increase	Decrease	Transfer/ Other	Balance as at September 30, 2016
<b>Cost:</b>					
Property, plant and equipment	117,841	38,695	(896)	(68)	155,572
Assets under the agreements for operations	1,248	-	-	-	1,248
Spectrum licenses	55,010	69,132	-	-	124,142
Other intangible assets	5,886	1,163	(97)	68	7,020
Total	<u>179,985</u>	<u>108,990</u>	<u>(993)</u>	<u>-</u>	<u>287,982</u>
<b>Accumulated depreciation, amortization and allowance:</b>					
Property, plant and equipment	(33,550)	(10,788)	877	-	(43,461)
Assets under the agreements for operations	(1,248)	-	-	-	(1,248)
Spectrum licenses	(3,219)	(3,570)	-	-	(6,789)
Other intangible assets	(2,694)	(481)	97	-	(3,078)
Total	<u>(40,711)</u>	<u>(14,839)</u>	<u>974</u>	<u>-</u>	<u>(54,576)</u>
	<u>139,274</u>				<u>233,406</u>

Depreciation and amortization for the nine-month periods ended September 30,

2017	Million Baht	<u>21,987</u>
2016	Million Baht	<u>14,839</u>

As at September 30, 2017

	Separate financial statements				Unit: Million Baht
	Balance as at January 1, 2017	Increase	Decrease	Transfer/ Other	Balance as at September 30, 2017
<b>Cost:</b>					
Property, plant and equipment	6,050	36	(1,371)	-	4,715
Other intangible assets	455	-	(132)	-	323
Total	<u>6,505</u>	<u>36</u>	<u>(1,503)</u>	<u>-</u>	<u>5,038</u>
<b>Accumulated depreciation and amortization:</b>					
Property, plant and equipment	(5,713)	(66)	1,340	-	(4,439)
Other intangible assets	(408)	(11)	127	-	(292)
Total	<u>(6,121)</u>	<u>(77)</u>	<u>1,467</u>	<u>-</u>	<u>(4,731)</u>
	<u>384</u>				<u>307</u>

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As at September 30, 2016

	Separate financial statements				Unit: Million Baht
	Balance as at January 1, 2016	Increase	Decrease	Transfer/ Other	Balance as at September 30, 2016
<b>Cost:</b>					
Property, plant and equipment	8,021	13	(844)	-	7,190
Other intangible assets	480	-	(25)	-	455
Total	<u>8,501</u>	<u>13</u>	<u>(869)</u>	<u>-</u>	<u>7,645</u>
<b>Accumulated depreciation and amortization:</b>					
Property, plant and equipment	(7,521)	(100)	809	-	(6,812)
Other intangible assets	(408)	(21)	26	-	(403)
Total	<u>(7,929)</u>	<u>(121)</u>	<u>835</u>	<u>-</u>	<u>(7,215)</u>
	<u>572</u>				<u>430</u>

**Depreciation and amortization for the nine-month periods ended September 30,**

2017	<b>Million Baht</b>	<u>77</u>
2016	<b>Million Baht</b>	<u>121</u>

As part of assets under the Agreement for operations, there are 13,198 towers that the Company has transferred to TOT Public Company Limited and there are 152 towers and 115 containers that Digital Phone Company Limited, a subsidiary, has transferred to CAT Public Company Limited. The Group has reviewed the Agreement and reconsidered the nature and function of such towers and the containers. The Group has an opinion that the towers and the containers are not the tools and equipment specified under the Agreement. Therefore, the Group shall not be obligated to transfer the towers and the containers. The Group has also submitted the disputes to the Dispute Reconciliation, the Court of Justice of request the Arbitral Tribunal to give an award that the said assets are not the property as stipulated in the Agreement in July 2014.

On May 27, 2016, Advanced Wireless Network Company Limited (“AWN”), a subsidiary, was the auction winner for 900 MHz license at the bid price of Baht 75,654 million. AWN is now officially granted the license to operate 900 MHz from the office of the National Broadcasting and Telecommunications Commission (“NBTC”). According to the auction terms and conditions, AWN paid the 1<sup>st</sup> installment by 11% of the fee plus VAT, totaling Baht 8,603 million on June 28, 2016 and submitted bank guarantee to pay the remaining fee to the NBTC. For the 2<sup>nd</sup> installment and the 3<sup>rd</sup> installment of 5% of the fee plus VAT each will be paid in the second year and the third year since date of the first installment, and the remaining will be paid in the fourth year.

The cost of spectrum licenses are initial recognition by measuring at the cash equivalent price based on the present value of its acquisition cost.



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10. INTEREST-BEARING LIABILITIES

Interest-bearing liabilities as at September 30, 2017 and December 31, 2016 are as follows:

	Note	Consolidated		Unit: Million Baht	
		financial statements		Separate	
		As at	As at	As at	As at
		September 30,	December 31,	September 30,	December 31,
		2017	2016	2017	2016
<b>Current</b>					
Short-term borrowings from financial institutions		12,000	9,200	2,550	5,700
Current portion of long-term liabilities					
- Current portion of long-term borrowings		3,326	2,041	3,326	2,041
- Current portion of long-term debentures		-	397	-	-
- Current portion of finance lease liabilities		47	47	14	12
		<u>3,373</u>	<u>2,485</u>	<u>3,340</u>	<u>2,053</u>
Short-term borrowings from related parties	17	2,000	-	4,240	6,440
		<u>17,373</u>	<u>11,685</u>	<u>10,130</u>	<u>14,193</u>
<b>Non-current</b>					
Long-term liabilities					
- Long-term borrowings - net		59,854	55,962	-	3,314
- Long-term debentures - net	17	31,173	31,168	-	-
- Finance lease liabilities		124	143	34	31
		<u>91,151</u>	<u>87,273</u>	<u>34</u>	<u>3,345</u>
<b>Total</b>		<u>108,524</u>	<u>98,958</u>	<u>10,164</u>	<u>17,538</u>

Under the terms and conditions of the long-term borrowings and debentures, the Group and the Company have to comply with certain restrictions and maintain certain financial ratios.

The carrying amounts and fair values of long-term debentures (gross of issue costs) as at September 30, 2017 and December 31, 2016 are as follows:

	Unit: Million Baht			
	Consolidated financial statements		Fair values*	
	Carrying amount		Fair values*	
	As at	As at	As at	As at
	September 30,	December 31,	September 30,	December 31,
	2017	2016	2017	2016
Long-term debentures	<u>31,203</u>	<u>31,600</u>	<u>32,416</u>	<u>32,082</u>

\* Fair values for traded debentures have been determined based on quoted selling prices from The Thai Bond Market Association at the close of the business on the reporting date.

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Movements of interest-bearing liabilities for the nine-month periods ended September 30, 2017 and 2016 are as follows:

	Consolidated financial statements		Unit: Million Baht Separate financial statements	
	2017	2016	2017	2016
As at January 1,	98,958	65,432	17,538	27,930
Additions	27,326	71,159	2,566	13,523
Borrowing cost	(24)	(5)	-	-
Bond issuing cost	-	(20)	-	-
Repayments	(17,186)	(28,784)	(9,461)	(19,964)
Unrealized gain on foreign exchange rate	(567)	(544)	(481)	(549)
Amortization	17	37	2	29
<b>As at September 30,</b>	<b>108,524</b>	<b>107,275</b>	<b>10,164</b>	<b>20,969</b>

**11. TRADE AND OTHER CURRENT PAYABLES**

Trade and other current payables as at September 30, 2017 and December 31, 2016 are as follows:

	Note	Consolidated financial statements		Unit: Million Baht Separate financial statements	
		As at September 30, 2017	As at December 31, 2016	As at September 30, 2017	As at December 31, 2016
<b>Trade payables</b>					
Related parties	17	82	300	15	219
Other parties		11,266	17,437	35	38
<b>Total</b>		<b>11,348</b>	<b>17,737</b>	<b>50</b>	<b>257</b>
<b>Other payables</b>	17	<b>16,928</b>	<b>16,555</b>	<b>2,653</b>	<b>2,829</b>
<b>Total trade and other current payables</b>		<b>28,276</b>	<b>34,292</b>	<b>2,703</b>	<b>3,086</b>

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**12. SHARE-BASED PAYMENT**

The performance share plan

**Grant I**

In March 2013, the Annual General Meeting of shareholders No.1/2013 approved to issue warrants to purchase the ordinary shares of the Company. The warrants are offered to employees of the Company and its subsidiaries, including the board of directors of the Company, who are qualified to the Performance share plan (“ESOP-Grant I”). The major information is listed below:

Approved date:	March 27, 2013
Number of warrants offered:	405,800 Units
Exercise price:	206.672 Baht/share
Number of reserved shares:	405,800 Shares
Term of the Project:	5 years from the date of initial offer of the warrants
Offered price per unit:	Baht 0 (zero Baht)
Exercise ratio:	1 unit of warrant per 1 ordinary share

**Grant II**

In March 2014, the Annual General Meeting of shareholders No.1/2014 approved to issue warrants to purchase the ordinary shares of the Company. The warrants are offered to employees of the Company and its subsidiaries, including the board of directors of the Company, who are qualified to the Performance share plan (“ESOP-Grant II”). The major information is listed below:

Approved date:	March 26, 2014
Number of warrants offered:	680,000 Units
Exercise price:	211.816 Baht/share
Number of reserved shares:	680,000 Shares
Term of the Project:	5 years from the date of initial offer of the warrants
Offered price per unit:	Baht 0 (zero Baht)
Exercise ratio:	1 unit of warrant per 1 ordinary share

**Grant III**

In March 2015, the Annual General Meeting of shareholders No.1/2015 approved to issue warrants to purchase the ordinary shares of the Company. The warrants are offered to employees of the Company and its subsidiaries, including the board of directors of the Company, who are qualified to the Performance share plan (“ESOP-Grant III”). The major information is listed below:

Approved date:	March 24, 2015
Number of warrants offered:	872,200 Units
Exercise price:	249.938 Baht/share
Number of reserved shares:	872,200 Shares
Term of the Project:	5 years from the date of initial offer of the warrants
Offered price per unit:	Baht 0 (zero Baht)
Exercise ratio:	1 unit of warrant per 1 ordinary share

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**Grant IV**

In March 2016, the Annual General Meeting of shareholders No.1/2016 approved to issue warrants to purchase the ordinary shares of the Company. The warrants are offered to employees of the Company and its subsidiaries, including the board of directors of the Company, who are qualified to the Performance share plan (“ESOP-Grant IV”). The major information is listed below:

Approved date:	March 29, 2016
Number of warrants offered:	826,900 Units
Exercise price:	166.588 Baht/share
Number of reserved shares:	826,900 Shares
Term of the Project:	5 years from the date of initial offer of the warrants
Offered price per unit:	Baht 0 (zero Baht)
Exercise ratio:	1 unit of warrant per 1 ordinary share
Offer period:	Within one year from the date on which the issuance and offer of the warrant under the program is approved by the 2016 Annual General Meeting of shareholders

**Grant V**

In March 2017, the Annual General Meeting of shareholders No.1/2017 approved to issue warrants to purchase the ordinary shares of the Company. The warrants are offered to employees of the Company and its subsidiaries, including the board of directors of the Company, who are qualified to the Performance share plan (“ESOP-Grant V”). The major information is listed below:

Approved date:	March 30, 2017
Number of warrants offered:	1,410,500 Units
Exercise price:	160.434 Baht/share
Number of reserved shares:	1,410,500 Shares
Term of the Project:	5 years from the date of initial offer of the warrants
Offered price per unit:	Baht 0 (zero Baht)
Exercise ratio:	1 unit of warrant per 1 ordinary share
Offer period:	Within one year from the date on which the issuance and offer of the warrant under the program is approved by the 2017 Annual General Meeting of shareholders

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Movements in the number of outstanding warrants for the nine-month period ended September 30, 2017 are as follows:

	As at January 1, 2017	Transaction during the period		Unit: Thousand units As at September 30, 2017
		Issued	Exercised	
<b>ESOP - Grant I</b>				
- Directors	20	-	-	20
- Employees	352	-	-	352
	<u>372</u>	<u>-</u>	<u>-</u>	<u>372</u>
<b>ESOP - Grant II</b>				
- Directors	30	-	-	30
- Employees	612	-	-	612
	<u>642</u>	<u>-</u>	<u>-</u>	<u>642</u>
<b>ESOP - Grant III</b>				
- Directors	51	-	-	51
- Employees	726	-	-	726
	<u>777</u>	<u>-</u>	<u>-</u>	<u>777</u>
<b>ESOP - Grant IV</b>				
- Directors	57	-	-	57
- Employees	654	-	-	654
	<u>711</u>	<u>-</u>	<u>-</u>	<u>711</u>
<b>ESOP - Grant V</b>				
- Directors	-	89	-	89
- Employees	-	964	-	964
	<u>-</u>	<u>1,053</u>	<u>-</u>	<u>1,053</u>
<b>Total</b>	<u>2,502</u>	<u>1,053</u>	<u>-</u>	<u>3,555</u>

\* Above ESOP including ESOP of employees or executives who cannot exercise their rights under the items and conditions specified.

**Fair value measurement**

The Group and the Company measured the expense of the Project by reference to the fair value of the equity instrument granted at the grant date using the Monte Carlo Simulation technique. The major assumptions are as below:

**Grant I**

Weighted average fair value at the grant date	183.499 Baht/share
Share price at the grant date	262.000 Baht/share
Exercise price	206.672 Baht/share
Expected volatility	23.51%
Expected dividend	4.16%
Risk-free interest rate	3.07%

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**Grant II**

Weighted average fair value at the grant date	101.617 Baht/share
Share price at the grant date	240.000 Baht/share
Exercise price	211.816 Baht/share
Expected volatility	25.15%
Expected dividend	5.00%
Risk-free interest rate	3.08%

**Grant III**

Weighted average fair value at the grant date	82.907 Baht/share
Share price at the grant date	236.000 Baht/share
Exercise price	249.938 Baht/share
Expected volatility	22.99%
Expected dividend	5.28%
Risk-free interest rate	2.34%

**Grant IV**

Weighted average fair value at the grant date	67.742 Baht/share
Share price at the grant date	165.000 Baht/share
Exercise price	166.588 Baht/share
Expected volatility	27.70%
Expected dividend	8.48%
Risk-free interest rate	1.72%

**Grant V**

Weighted average fair value at the grant date	111.857 Baht/share
Share price at the grant date	172.500 Baht/share
Exercise price	160.434 Baht/share
Expected volatility	27.22%
Expected dividend	5.55%
Risk-free interest rate	2.01%

For the three-month and nine-month periods ended September 30, 2017, the Group and the Company recognized share-based payment expense amounting to Baht 14 million and Baht 32 million, respectively, in the consolidated and separate financial statements (For the three-month and nine-month periods ended September 30, 2016: Baht 7 million and Baht 25 million, respectively).

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13. SEGMENT FINANCIAL INFORMATION

The Group comprises the following operating segments:

Segment 1	Mobile phone and call center services
Segment 2	Mobile phone sales
Segment 3	Datanet and broadband services

Information about reportable segments

Performance for the three-month periods ended September 30,

	Mobile phone and call center services		Mobile phone Sales		Datanet and broadband services		Unit: Million Baht Total reportable segments	
	2017	2016	2017	2016	2017	2016	2017	2016
	External revenue	32,229	31,467	5,023	5,069	1,328	560	38,580
Segment profit (loss) before income tax expense	12,681	9,354	(3,967)	(1,484)	(25)	48	8,689	7,918

Performance for the nine-month periods ended September 30,

	Mobile phone and call center services		Mobile phone Sales		Datanet and broadband services		Unit: Million Baht Total reportable segments	
	2017	2016	2017	2016	2017	2016	2017	2016
	External revenue	95,866	93,773	17,290	15,629	3,360	1,428	116,516
Segment profit (loss) before income tax expense	32,285	30,969	(5,613)	(2,315)	35	143	26,707	28,797

Reportable assets as at September 30, 2017 and December 31, 2016, are as follows:

	Mobile phone and call center services		Mobile phone Sales		Datanet and broadband services		Unit: Million Baht Total reportable segments	
	As at September 30, 2017	As at December 31, 2016	As at September 30, 2017	As at December 31, 2016	As at September 30, 2017	As at December 31, 2016	As at September 30, 2017	As at December 31, 2016
	Segment assets	264,301	262,117	6,729	7,375	8,701	6,178	279,731

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**14. INCOME TAX EXPENSE**

Income tax expense is recognized based on management’s best estimate of the weighted average annual income tax rate expected for the full financial year applied to the pre-tax income of the interim period. The effective tax rate in respect of continuing operations for the three-month and nine-month periods ended September 30, 2017 for the Group is 14.05% and 16.22%, respectively and the Company was 0.98% and 0.91%, respectively, (September 30, 2016: the Group was 17.31% and 15.91%, respectively and the Company was 1.04% and (3.84)%, respectively). These changes in the separate financial statement’s effective tax rate were caused mainly by income which is not subjected to tax.

**15. EARNINGS PER SHARE**

**Basic earnings per share**

The calculation of basic earnings per share for the three-month and nine-month periods ended September 30, 2017 and 2016 are based on the profit for the periods attributable to ordinary shareholders of the Group and the Company and the weighted average number of ordinary shares outstanding during the periods are as follows:

**For the three-month periods ended September 30,**

	(in million Baht / million shares)			
	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016 “Restated”
Profit attributable to ordinary shareholders of the Company (basic)	7,469	6,529	7,469	6,529
Weighted average number of ordinary shares outstanding (basic)	2,973	2,973	2,973	2,973
Earnings per share (basic) (in Baht)	2.51	2.20	2.51	2.20

**For the nine-month periods ended September 30,**

	(in million Baht / million shares)			
	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016 “Restated”
Profit attributable to ordinary shareholders of the Company (basic)	22,377	24,198	22,377	24,198
Weighted average number of ordinary shares outstanding (basic)	2,973	2,973	2,973	2,973
Earnings per share (basic) (in Baht)	7.53	8.14	7.53	8.14



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**Diluted earnings per share**

The calculation of diluted earnings per share for the three-month and nine-month periods ended September 30, 2017 and 2016 are based on the profit for the periods attributable to ordinary shareholders of the Group and the Company and the weighted average number of ordinary shares outstanding during the periods after adjusting for the effects of all dilutive potential ordinary shares are as follows:

**For the three-month periods ended September 30,**

	(in million Baht / million shares)			
	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016 “Restated”
Profit attributable to equity holders of the Company (basic)	7,469	6,529	7,469	6,529
<b>Profit attributable to equity holders of the Company (diluted)</b>	<u>7,469</u>	<u>6,529</u>	<u>7,469</u>	<u>6,529</u>
Weighted average number of ordinary shares outstanding (basic)	2,973	2,973	2,973	2,973
<b>Weighted average number of ordinary shares outstanding (diluted)</b>	<u>2,973</u>	<u>2,973</u>	<u>2,973</u>	<u>2,973</u>
<b>Earnings per share (diluted) (in Baht)</b>	<u>2.51</u>	<u>2.20</u>	<u>2.51</u>	<u>2.20</u>

**For the nine-month periods ended September 30,**

	(in million Baht / million shares)			
	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016 “Restated”
Profit attributable to equity holders of the Company (basic)	22,377	24,198	22,377	24,198
<b>Profit attributable to equity holders of the Company (diluted)</b>	<u>22,377</u>	<u>24,198</u>	<u>22,377</u>	<u>24,198</u>
Weighted average number of ordinary shares outstanding (basic)	2,973	2,973	2,973	2,973
<b>Weighted average number of ordinary shares outstanding (diluted)</b>	<u>2,973</u>	<u>2,973</u>	<u>2,973</u>	<u>2,973</u>
<b>Earnings per share (diluted) (in Baht)</b>	<u>7.53</u>	<u>8.14</u>	<u>7.53</u>	<u>8.14</u>

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**16. DIVIDENDS**

At the Annual General Meeting of the shareholders of the Company held on March 29, 2016, the shareholders approved the appropriation of dividend of Baht 12.99 per share. The Company paid an interim dividend at the rate of Baht 6.50 per share on September 1, 2015, therefore the remaining dividend to be paid is Baht 6.49 per share, amounting to Baht 19,295 million. The dividend was paid to shareholders on April 22, 2016.

At the Annual General Meeting of the shareholders of the Company held on March 30, 2017, the shareholders approved the appropriation of dividend of Baht 10.08 per share. The Company paid an interim dividend at the rate of Baht 5.79 per share on September 1, 2016, therefore the remaining dividend to be paid is Baht 4.29 per share, amounting to Baht 12,755 million. The dividend was paid to shareholders on April 26, 2017.

At the Board of Director’s meeting held on July 27, 2017, the Board approved to declare an interim dividend of Baht 3.51 per share, amounting to Baht 10,435 million. The interim dividend was paid to shareholders on August 25, 2017.

**17. RELATED PARTIES**

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with the Company, including holding companies, subsidiaries and fellow subsidiaries are related parties of the Company. Individuals owning, directly or indirectly, an interest in the voting power of the Company that gives them significant influence over the enterprise, key management personnel, including directors and officers of the Company and close members of the family of these individuals and companies associated with these individuals also constitute related parties.

In considering each possible related party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

During the period, the Group and the Company have entered into a number of transactions with related parties, the terms of which are negotiated in the ordinary course of business and according to normal trade conditions. Purchases of products and services are charged at reasonable prices and those prices are comparable to the market rate with general trading conditions. Consulting and management service fees are charged on a mutually agreed basis which calculated based on activities portion which the Company performs to counter parties in each year.

Relationships between the Group and the Company with related parties are as follows:

<b>Name of entities</b>	<b>Country of incorporation/ nationality</b>	<b>Nature of relationships</b>
Subsidiaries	Thailand	Subsidiaries are entities controlled by the Group Intouch Holdings Public Company Limited (“INTOUCH”) is a shareholder who has significant influence over the Company and has some joint directors.
Intouch Holdings Public Company Limited and its related parties (“INTOUCH Group”)	Thailand and Laos	
Singtel Strategic Investments Pte Ltd. and its related parties (“Singtel Group”)	Singapore	Singtel Strategic Investments Pte Ltd. (“Singtel”) is a shareholder who has significant influence over the Company.
Information Highway Co., Ltd.	Thailand	Associate
Amata Network Co., Ltd.	Thailand	Joint venture
Other related parties	Thailand	Other parties have some joint directors and directors of related parties.

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Significant transactions with related parties for the three-month and nine-month periods ended September 30, 2017 and 2016 are as follows:

**For the three-month periods ended September 30,**

	<b>Consolidated</b>		<b>Unit: Million Baht</b>	
	<b>financial statements</b>		<b>Separate</b>	
	<b>2017</b>	<b>2016</b>	<b>2017</b>	<b>2016</b>
<b>Service income</b>				
Subsidiaries	-	-	421	-
INTOUCH Group	8	11	-	-
Singtel Group	88	71	-	-
Other related parties	25	30	-	-
<b>Total</b>	<b>121</b>	<b>112</b>	<b>421</b>	<b>-</b>
<b>Dividend income</b>				
Subsidiaries	-	-	16,361	-
<b>Interest income</b>				
Subsidiaries	-	-	346	346
<b>Other income</b>				
Subsidiaries	-	-	13	391
INTOUCH Group	2	3	1	-
Joint venture	1	-	-	-
<b>Total</b>	<b>3</b>	<b>3</b>	<b>14</b>	<b>391</b>
<b>Rental and other service expenses</b>				
Subsidiaries	-	-	6	21
INTOUCH Group	83	132	-	-
Singtel Group	32	54	-	27
Associate	65	41	-	-
Other related parties	12	-	-	-
<b>Total</b>	<b>192</b>	<b>227</b>	<b>6</b>	<b>48</b>
<b>Advertising expense</b>				
INTOUCH Group	1	1	-	-
<b>Management benefit expenses</b>				
Short-term employee benefit	33	37	33	37
Share-based payment	3	2	3	2
<b>Total</b>	<b>36</b>	<b>39</b>	<b>36</b>	<b>39</b>
<b>Purchase of property and other assets</b>				
INTOUCH Group	8	14	-	-
<b>Total</b>	<b>8</b>	<b>14</b>	<b>-</b>	<b>-</b>

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	Consolidated		Unit: Million Baht	
	financial statements		Separate	
	2017	2016	2017	2016
<b>Finance costs</b>				
Subsidiaries	-	-	18	24
INTOUCH Group	-	-	-	-
Associate	1	1	-	-
Other related parties	4	10	-	-
<b>Total</b>	<b>5</b>	<b>11</b>	<b>18</b>	<b>24</b>
<b>Dividend paid</b>				
INTOUCH	4,221	6,963	4,221	6,963
Singtel	2,434	4,015	2,434	4,015
<b>Total</b>	<b>6,655</b>	<b>10,978</b>	<b>6,655</b>	<b>10,978</b>
<b>For the nine-month periods ended September 30,</b>				
<b>Service income</b>				
Subsidiaries	-	-	1,268	4,593
INTOUCH Group	25	21	-	-
Singtel Group	24	298	-	1
Other related parties	91	90	-	-
<b>Total</b>	<b>140</b>	<b>409</b>	<b>1,268</b>	<b>4,594</b>
<b>Sales of property and other assets</b>				
Subsidiaries	-	-	13	22
<b>Dividend income</b>				
Subsidiaries	-	-	16,361	15,916
<b>Interest income</b>				
Subsidiaries	-	-	966	1,214
<b>Other income</b>				
Subsidiaries	-	-	45	1,186
INTOUCH Group	7	7	1	-
Joint venture	1	-	-	-
<b>Total</b>	<b>8</b>	<b>7</b>	<b>46</b>	<b>1,186</b>
<b>Rental and other service expenses</b>				
Subsidiaries	-	-	16	3,677
INTOUCH Group	305	404	-	1
Singtel Group	216	211	-	62
Associate	228	124	-	-
Other related parties	12	-	-	-
<b>Total</b>	<b>761</b>	<b>739</b>	<b>16</b>	<b>3,740</b>
<b>Advertising expense</b>				
INTOUCH Group	4	1	-	-

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	Consolidated		Unit: Million Baht	
	financial statements	financial statements	Separate	Separate
	2017	2016	2017	2016
<b>Sale promotion expense</b>				
Subsidiaries	-	-	-	2
<b>Commission expense</b>				
Subsidiary	-	-	-	12
<b>Management benefit expenses</b>				
Short-term employee benefit	112	103	112	103
Share-based payment	7	7	7	7
<b>Total</b>	<b>119</b>	<b>110</b>	<b>119</b>	<b>110</b>
<b>Purchase of property and other assets</b>				
INTOUCH Group	18	114	-	-
Associate	-	12	-	-
<b>Total</b>	<b>18</b>	<b>126</b>	<b>-</b>	<b>-</b>
<b>Finance costs</b>				
Subsidiaries	-	-	63	68
INTOUCH Group	1	1	-	-
Associate	4	4	-	-
Other related parties	4	14	-	-
<b>Total</b>	<b>9</b>	<b>19</b>	<b>63</b>	<b>68</b>
<b>Dividend paid</b>				
INTOUCH	9,380	14,768	9,380	14,768
Singtel	5,408	8,514	5,408	8,514
<b>Total</b>	<b>14,788</b>	<b>23,282</b>	<b>14,788</b>	<b>23,282</b>

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Balances with related parties as at September 30, 2017 and December 31, 2016 are as follows:

	<b>Consolidated</b>		<b>Unit: Million Baht</b>	
	<b>financial statements</b>		<b>Separate</b>	
	<b>As at</b>	<b>As at</b>	<b>As at</b>	<b>As at</b>
	<b>September 30,</b>	<b>December 31,</b>	<b>September 30,</b>	<b>December 31,</b>
	<b>2017</b>	<b>2016</b>	<b>2017</b>	<b>2016</b>
<b>Cash and cash equivalents</b>				
- Bank deposit				
Other related parties	69	113	1	1
<b>Trade and other current receivables</b>				
<b>Trade receivables</b>				
Subsidiaries	-	-	37	49
INTOUCH Group	4	6	1	-
Singtel Group	15	19	-	4
Other related parties	25	31	-	-
	<u>44</u>	<u>56</u>	<u>38</u>	<u>53</u>
<b>Accrued income</b>				
Subsidiaries	-	-	3	3
INTOUCH Group	2	3	-	-
Singtel Group	-	8	-	-
Associate	-	1	-	-
	<u>2</u>	<u>12</u>	<u>3</u>	<u>3</u>
<b>Total trade receivables</b>	<u>46</u>	<u>68</u>	<u>41</u>	<u>56</u>
<b>Other receivables</b>				
- Accrued interest income				
Subsidiaries	-	-	280	123
<b>Total other receivables</b>	<u>-</u>	<u>-</u>	<u>280</u>	<u>123</u>
<b>Total trade and other current receivables</b>	<u>46</u>	<u>68</u>	<u>321</u>	<u>179</u>
<b>Dividend receivable</b>				
Subsidiaries	-	-	-	12,093
<b>Short-term loans to related parties</b>				
Subsidiaries	-	-	41,184	39,244

As at September 30, 2017, the Company has short-term loans to subsidiaries represent promissory notes at call, bearing interest at the average rate of 3.50% per annum (December 31, 2016: average rate of 2.84% per annum).

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Movements of short-term loans to related parties for the nine-month periods ended September 30, 2017 and 2016 are as follows:

	Consolidated		Unit: Million Baht	
	financial statements		Separate	
	2017	2016	2017	2016
<b>Short-term loans to related parties</b>				
As at January 1,	-	-	39,244	44,244
Increase	-	-	26,310	24,849
Decrease	-	-	(24,370)	(26,781)
<b>As at September 30,</b>	<b>-</b>	<b>-</b>	<b>41,184</b>	<b>42,312</b>

	Consolidated		Unit: Million Baht	
	financial statements		Separate	
	As at	As at	As at	As at
	September 30,	December 31,	September 30,	December 31,
	2017	2016	2017	2016

**Trade and other current payables**

**Trade payables**

Subsidiaries	-	-	2	199
INTOUCH Group	27	25	-	-
Singtel Group	51	269	13	20
Associate	3	6	-	-
Other related parties	1	-	-	-
<b>Total trade payables</b>	<b>82</b>	<b>300</b>	<b>15</b>	<b>219</b>

**Other payables**

- Accrued expenses				
Subsidiaries	-	-	23	111
INTOUCH Group	43	50	-	-
Singtel Group	65	22	-	15
Associate	19	17	-	-
<b>Total other payables</b>	<b>127</b>	<b>89</b>	<b>23</b>	<b>126</b>
<b>Total trade and other current payables</b>	<b>209</b>	<b>389</b>	<b>38</b>	<b>345</b>

**Financial lease liabilities**

Associate	71	85	-	-
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**Short-term borrowings from related parties**

Subsidiaries	-	-	4,240	6,440
Other related party	2,000	-	-	-
	<b>2,000</b>	<b>-</b>	<b>4,240</b>	<b>6,440</b>

As at September 30, 2017, short-term borrowings from related parties represent promissory notes at call, bearing interest at the average rate of 1.44% per annum and unsecured (December 31, 2016: average rate of 1.41% per annum).

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Movements of short-term borrowings from related parties for the nine-month periods ended September 30, 2017 and 2016 are as follows:

	<b>Consolidated</b>		<b>Unit: Million Baht</b>	
	<b>financial statements</b>		<b>Separate</b>	
	<b>2017</b>	<b>2016</b>	<b>2017</b>	<b>2016</b>
<b>Short-term borrowings from related parties</b>				
As at January 1,	-	-	6,440	6,490
Increase	2,000	2,000	-	523
Decrease	-	(1,000)	(2,200)	(503)
<b>As at September 30,</b>	<b>2,000</b>	<b>1,000</b>	<b>4,240</b>	<b>6,510</b>

	<b>Consolidated</b>		<b>Unit: Million Baht</b>	
	<b>financial statements</b>		<b>Separate</b>	
	<b>As at</b>	<b>As at</b>	<b>As at</b>	<b>As at</b>
	<b>September 30,</b>	<b>December 31,</b>	<b>September 30,</b>	<b>December 31,</b>
	<b>2017</b>	<b>2016</b>	<b>2017</b>	<b>2016</b>
<b>Long-term debentures</b>				
INTOUCH Group	21	37	-	-
Other related parties	18	13	-	-
<b>Total</b>	<b>39</b>	<b>50</b>	<b>-</b>	<b>-</b>

**Significant agreements with related parties**

The Group and the Company have entered into agreements with related parties. There are commitment for receipts and payments according to rates under the terms and conditions stipulated in the agreements. The significant agreements with related parties are as follows:

- 1) The Group has entered into interconnection and national roaming agreements among its related parties. The termination and suspension of the agreement are referred to the regulations and conditions of the National Telecommunications Commission.
- 2) The Group has entered into site share agreements among its related parties to provide site area including related facilities for installation of telecommunication equipment. The counterparty has a right to terminate the agreement by giving advance written notice not less than 60 days.
- 3) The subsidiaries have received a service of a call center from Advanced Contact Center Co., Ltd. (“ACC”), a subsidiary. ACC will provide service and required information including resolving problem for the customers of the Group.
- 4) Advanced Contact Center Co., Ltd., a subsidiary, has entered into a call center service agreement with Teleinfo Media Plc. (“TMC”), a related party. TMC will arrange the personnel and provide call center operation to execute each of incoming call service. The counterparty has a right to terminate the agreement by giving advance written notice not less than 30 days.



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- 5) The Group and CS Loxinfo Public Company Limited, a related party, have entered into an agreement with Advanced Magic Card Co., Ltd. and Advanced Mpay Co., Ltd., its subsidiaries, to provide payment service for goods/service purchased through electronic payments and cash card. The counterparty has a right to terminate the agreement by giving advance written notice not less than 30 days.
- 6) Advanced Magic Card Co., Ltd. and Advanced Mpay Co., Ltd., its subsidiaries, have entered into an agreement with Wireless Device Supply Co., Ltd., a subsidiary, to distribute electronic money and cash card. The counterparty has a right to terminate the agreement by giving advance written notice not less than 30 days.
- 7) The Group has entered into an agreement with Wireless Device Supply Co., Ltd., a subsidiary, to provide card packaging. The counterparty has a right to terminate the agreement by giving advance written notice not less than 30 days.
- 8) The Group has entered into an international roaming service agreement with the Singtel Group, related parties. The counterparty has a right to terminate the agreement by giving advance written notice not less than of 60 days.
- 9) The Group has entered into an agreement with MIMO Tech Co., Ltd., a subsidiary, of providing aggregating value added services on mobile network or wireless device (Content Aggregator). The counterparty has a right to terminate the agreement by giving advance written notice not less than 30 days.
- 10) The Group has entered into an agreement with its related parties to provide or aggregating value added services on mobile network or wireless device (Content Aggregator). The counterparty has a right to terminate the agreement by giving advance written notice not less than 30 days.
- 11) Advanced Wireless Network Co., Ltd. (“AWN”), has entered into a satellite transponder lease agreement with Thaicom Public Company Limited, a related party, AWN agreed to pay service fee on monthly basis according to the rate and condition specified in the agreement. The agreement is valid until November 19, 2017.
- 12) MIMO Tech Co., Ltd., a subsidiary, has entered into computer system maintenance services agreements with I.T. Applications and Services Company Limited, a related party. The agreement is valid for one year and is renewable on an annual basis. The counterparty has a right to terminate the agreement by giving advance written notice not less than 3 months.
- 13) Advanced Wireless Network Co., Ltd., a subsidiary, has entered into fibre optic system and its site facilities agreement with Information Highway Co., Ltd. (“IH”), an associate. IH will provide installation fibre optic transmission and maintenance services in specific areas. The counterparty has a right to terminate the agreement by giving the counterparty advance written notice not less than 30 days.
- 14) Advanced Wireless Network Co., Ltd., a subsidiary, has entered into agreement with TC Broadcasting Company Limited, a related party, to receive a satellite equipment system and television signal service. The counterparty has a right to terminate the agreement by giving the counterparty advance written notice not less than 30 days.

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18. FINANCIAL INSTRUMENTS

**Financial instruments not carried at fair value**

As at September 30, 2017 and December 31, 2016, net swap and forward contracts receivable (payable) are as follows:

	Consolidated financial statements		Unit: Million Baht Separate financial statements	
	As at September 30, 2017	As at December 31, 2016	As at September 30, 2017	As at December 31, 2016
<b>Swap contracts:</b>				
<b>- Purchasing contracts</b>				
Swap contracts receivable	5,153	7,289	3,271	5,267
Swap contracts payable*	(4,948)	(6,473)	(2,987)	(4,511)
	<u>205</u>	<u>816</u>	<u>284</u>	<u>756</u>
<b>- Selling contracts</b>				
Swap contracts receivable*	-	1,308	-	-
Swap contracts payable	-	(1,361)	-	-
	<u>-</u>	<u>(53)</u>	<u>-</u>	<u>-</u>
Total swap contracts receivable	<u>205</u>	<u>763</u>	<u>284</u>	<u>756</u>
<b>Forward contracts:</b>				
Forward contracts receivable	3,711	4,994	56	91
Forward contracts payable*	(3,865)	(4,943)	(59)	(89)
Total forward contracts receivable (payable)	<u>(154)</u>	<u>51</u>	<u>(3)</u>	<u>2</u>
<b>Total swap and forward contracts:</b>				
Swap and forward contracts receivable	8,864	13,591	3,327	5,358
Swap and forward contracts payable	(8,813)	(12,777)	(3,046)	(4,600)
<b>Total swap and forward contracts receivable</b>	<u>51</u>	<u>814</u>	<u>281</u>	<u>758</u>

\* The nominal amount of swap and forward contracts is the value of the original contracts which the Company entered with the commercial banks and must be repaid at the maturity date.

Classification of swap and forward contracts in the financial statements as at September 30, 2017 and December 31, 2016 are as follows:

	Consolidated financial statements		Unit: Million Baht Separate financial statements	
	As at September 30, 2017	As at December 31, 2016	As at September 30, 2017	As at December 31, 2016
<b>Current assets</b>				
Other current assets	130	236	281	241
<b>Total current assets</b>	<u>130</u>	<u>236</u>	<u>281</u>	<u>241</u>
<b>Non-current assets</b>				
Swap and forward contracts receivable	-	578	-	517
<b>Total non-current assets</b>	<u>-</u>	<u>578</u>	<u>-</u>	<u>517</u>
<b>Non-current liabilities</b>				
Other non-current liabilities	(79)	-	-	-
<b>Total non-current liabilities</b>	<u>(79)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total</b>	<u>51</u>	<u>814</u>	<u>281</u>	<u>758</u>

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As at September 30, 2017 and December 31, 2016, the nominal amounts and fair values of swap and forward contracts are as follows:

	Unit: Million Baht			
	<b>Consolidated financial statements</b>			
	<b>Nominal amounts**</b>		<b>Fair values*</b>	
	<b>As at</b>	<b>As at</b>	<b>As at</b>	<b>As at</b>
	<b>September 30,</b>	<b>December 31,</b>	<b>September 30,</b>	<b>December 31,</b>
	<b>2017</b>	<b>2016</b>	<b>2017</b>	<b>2016</b>
Swap contracts				
- Purchasing contracts	4,948	6,473	5,085	7,174
- Selling contracts	-	1,308	-	1,262
Total swap contracts	<u>4,948</u>	<u>7,781</u>	<u>5,085</u>	<u>8,436</u>
Forward contracts	3,865	4,943	3,722	5,025
<b>Total</b>	<u><b>8,813</b></u>	<u><b>12,724</b></u>	<u><b>8,807</b></u>	<u><b>13,461</b></u>

	Unit: Million Baht			
	<b>Separate financial statements</b>			
	<b>Nominal amounts**</b>		<b>Fair values*</b>	
	<b>As at</b>	<b>As at</b>	<b>As at</b>	<b>As at</b>
	<b>September 30,</b>	<b>December 31,</b>	<b>September 30,</b>	<b>December 31,</b>
	<b>2017</b>	<b>2016</b>	<b>2017</b>	<b>2016</b>
Swap contracts				
- Purchasing contracts	2,987	4,511	3,219	5,140
Forward contracts	59	89	56	91
<b>Total</b>	<u><b>3,046</b></u>	<u><b>4,600</b></u>	<u><b>3,275</b></u>	<u><b>5,231</b></u>

\* The fair value of swap and forward contracts is the adjustment value of the original contracts which the Company entered with the commercial banks with the market price on the reporting date in order to reflect the current value of the contracts.

\*\* The nominal amount of swap and forward contracts is the value of the original contracts which the Company entered with the commercial banks and must be repaid at the maturity date.

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19. COMMITMENTS WITH NON-RELATED PARTIES

Commitments with non-related parties as at September 30, 2017 and December 31, 2016 are as follows:

	Consolidated		Separate	
	As at September 30, 2017	As at December 31, 2016	As at September 30, 2017	As at December 31, 2016
				Unit: Million
<b>Capital commitments</b>				
Unrecognized contractual commitments				
<b>Buildings and equipment</b>				
Thai Baht	11,919	14,927	1	1
US Dollar	146	129	-	-
Yen	-	50	-	-
Euro	1	1	-	-
<b>Service and maintenance</b>				
Thai Baht	2,098	1,880	28	31
US Dollar	24	15	-	-
<b>Purchase orders for goods and supplies</b>				
Thai Baht	6,754	7,236	-	-
US Dollar	7	37	-	-
				Unit: Million Baht
<b>Non-cancellable operating lease</b>				
<b>Commitments</b>				
Within one year	3,262	3,101	110	124
After one year but within five years	2,677	2,750	151	238
After five years	100	74	-	-
<b>Total</b>	<b>6,039</b>	<b>5,925</b>	<b>261</b>	<b>362</b>
				Unit: Million
<b>Other commitments</b>				
Thai Baht				
Swap and forward contracts	8,813	11,416	3,046	4,600
Bank guarantees:				
- Spectrum license payable	94,275	94,275	-	-
- Others	2,615	1,687	229	227
<b>Total</b>	<b>105,703</b>	<b>107,378</b>	<b>3,275</b>	<b>4,827</b>
US Dollar				
Bank guarantees:				
- Others	1	-	-	-
<b>Total</b>	<b>1</b>	<b>-</b>	<b>-</b>	<b>-</b>

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**SIGNIFICANT AGREEMENTS**

- The Group has entered into the lease and related service agreements for office space, cars, computers and base station for periods ranging from 1 year to 15 years with options to renew.
- The Group has entered into a service agreement with a company, for the Group to receive the services relating to network station and other general services as stated in the agreement. The Group shall pay a service fee for the services at the rate as stated in the agreement. Such agreement will be terminated when a party submits advance written notice not less than 90 days.

**20. CONTINGENT LIABILITIES**

Pursuant to the letter dated January 18, 2013, the Revenue Department challenged the Company and Digital Phone Company Limited (“DPC”), a subsidiary, to pay surcharge of Baht 128 million and Baht 6 million, respectively, regarding the withholding tax on revenue sharing payment after excise tax deduction by giving the opinion that the excise tax is a part of revenue sharing. Therefore, the Company and DPC had paid the shortage of withholding tax amount of excise tax which came from the revenue sharing payment without excise tax deduction. The Company and DPC have submitted the appeal to the Commission of Appeal. At present, these cases are pending on the consideration process of the Commission of Appeal.

**21. SIGNIFICANT EVENTS, COMMERCIAL DISPUTES AND LITIGATION**

**The Company**

- 1) The deduction of excise tax from the revenue sharing between the Company and TOT Public Company Limited (“TOT”)

On January 22, 2008, TOT submitted a dispute under the black case no. 9/2551 to the Arbitration Institute, the Alternative Dispute Resolution Office, Office of the Judiciary demanding the Company to pay additional payment of revenue sharing under the Agreement for operation (“the Agreement”) in the amount of Baht 31,463 million plus interest at the rate of 1.25% per month computing from the default date on January 10, 2007 until the full amount is paid.

This amount is the same as an excise tax that the Company had delivered to the Excise Department during January 28, 2003 to February 26, 2007 and deducted it from revenue sharing. The Company has fully complied with the Cabinet’s resolution dated February 11, 2003. In addition, this practice is same as other operators in telecommunication industries. Moreover, TOT had sent letter no. Tor Sor Tor. Bor Yor. /843 dated March 10, 2003 stating that the Company has fully complied with the Cabinet’s resolution and the Company’s burden remains at the same percentage rate as specified in the contract and the submission of that excise tax shall not affect the terms of the Agreement.

On May 20, 2011, the Arbitral Tribunal dismissed the case by giving the reason which can be summarized that the Company didn’t breach of the Agreement because the Company had completely fully paid the revenue sharing and all of debt have been suspended. Therefore, TOT has no right to re-claim for the alleged deficit amount.

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On September 22, 2011, TOT submitted the black case no. 1918/2554 to the Central Administrative Court to revoke the Arbitral Tribunal’s award.

On August 11, 2016, the Central Administrative Court reached its decision to dismiss such dispute made by TOT to revoke the Arbitral Tribunal’s award. Subsequently, TOT had appealed to the Central Administrative Court on September 5, 2016.

On July 13, 2017, the Central Administrative Court has read the Supreme Administrative Court’s decision by dismissal the TOT’s appeal on the ground that TOT’s appeal was prohibited under section 45 of Arbitration Act which prohibit the appeal of the court order or the court judgment except for the award on this dispute matter against the public order or good morality, In this regard, this case is final and hereby terminated.

- 2) Interconnection agreement in accordance with the announcement of National Telecommunication Commission (“NTC”)

According to Telecommunication Business Operation Act B.E. 2544 and the announcement of National Telecommunication Commission (“NTC”) regarding the Use and Interconnect of Telecommunication Network B.E. 2549, the Company has entered into an interconnection (“IC”) agreement with other operators approved by NTC and the effective period of the agreement is listed below:

<b>Operators</b>	<b>Effective period</b>
1) Total Access Communication Public Company Limited	November 30, 2006 onwards
2) Truemove Company Limited	January 16, 2007 onwards
3) Digital Phone Company Limited	June 1, 2009 onwards
4) CAT Telecom Public Company Limited	April 7, 2010 onwards
5) Advanced Wireless Network Company Limited	April 1, 2013 onwards
6) Dtac TriNet Company Limited	July 1, 2013 onwards
7) True Move H Universal Communication Company Limited (Formerly Real Future Company limited)	July 1, 2013 onwards

On August 31, 2007, TOT Public Company Limited (“TOT”) filed a lawsuit against NTC to the Central Administrative Court to revoke the announcement. On September 15, 2010, the Central Administrative Court dismissed the case which TOT filed to revoke the announcement of NTC regarding the Use and Interconnect of Telecommunication Network B.E. 2549. TOT has appealed such dismissal to the Supreme Administrative Court. On February 4, 2008, TOT sent a letter to the Company informing that the Company should wait for the final judgment of the Court. If the Company undertake the IC agreements per the NTC announcement before the final judgment of the Court, TOT shall not recognize the Company’s related actions and the Company must be responsible for such actions.

Having considered the TOT’s letter, related laws and the legal counsel’s opinion, the Company’s management has the opinion that non-compliance by the Company with the IC agreements shall be deemed violating the NTC announcement. Therefore, the Company has decided to comply with the IC agreements in line with the current legal provisions.

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According to the Agreement for operations (“the Agreement”), the Company has to pay the higher of stipulated annual minimum payment or the percentage of service revenues and other benefits that the Company should be received in each year prior to deducting expenses and taxes to TOT. However, the Company has to comply with the regulation while TOT would like to wait for the final judgment of the court. As a result, the Company anticipated entering into a negotiation with TOT in relation to a calculation method of the revenue sharing. The Company calculated the revenue sharing from the net IC revenue which is similar to other operators in the telecommunication industry on a conservative basis. The revenue sharing amount to be paid to TOT is subject to the final judgment of the court in relation to revoke the announcement of NTC and a negotiation between TOT and the Company. The Company will make adjustment in the financial statement in the period when the issue has been agreed. The Company’s management believes that it will not incur significant expense more than the revenue sharing amount which the Company has recorded.

However, after having considered the letter from TOT, the relevant laws and the legal counsel’s opinion, the management of the Company has the opinion that non-compliance with the above Interconnection Agreement would be in conflict with the announcement of NTC regarding the Use and Interconnect of Telecommunication Network. Therefore, the Company decided to comply with the said Agreements which are in line with the current legal provision in force by issuing invoices to collect the interconnection charge from the contractual parties.

On December 30, 2008, the Company remitted the revenue sharing incurred from the interconnection of the telecommunication network since February 2007 to June 2008 in the amount of Baht 761 million based on the rate and calculation method of the Company to TOT. Later, the Company and TOT had set up the negotiation committee to seek for the conclusion but it could not be done. TOT required the Company to pay revenue sharing calculated on gross interconnection charges received by the Company at the rate specified in the Agreement without deduction of interconnection charges which the Company had to pay to other operators. Thus, on January 26, 2011, TOT sent a letter demanding the Company had to pay the revenue sharing on the interconnection charges of the Agreement for operations year 17<sup>th</sup> - 20<sup>th</sup> in the amount of Baht 17,803 million plus interest at the rate of 1.25% per month. But the Company disagreed and sent a letter opposing the claim to TOT and the Company submitted the dispute to the Alternative Dispute Resolution Office, the Arbitration Institute, under the black case no. 19/2554 on March 9, 2011 requesting the Arbitral Tribunal to give an award that TOT has no right to claim for such revenue sharing.

On July 29, 2014, TOT submitted a dispute no. 55/2557 demanding the Company to pay additional payment for the revenue sharing on the interconnection charges of the operation years 21<sup>st</sup> - 22<sup>nd</sup> in the amount of Baht 9,984 million plus interest at 1.25% per month on its outstanding and computing from the default date until the full amount is paid. In addition, TOT requested this case to be under the same consideration with the black case no. 19/2554 to the Arbitral Tribunal.

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On August 23, 2016, the Company submitted the dispute to the Alternative Dispute Resolution Office, the Arbitration Institute, under the black case no. 83/2559 requesting the Arbitral Tribunal to give an award on the ground that TOT had no right to claim for such revenue sharing on the interconnection charges of the operation years 23<sup>rd</sup> - 25<sup>th</sup> in the amount of Baht 8,368 million plus interest at 1.25% per month on its outstanding amount for each year and the Company requested this case to be under the same consideration with the black case no. 55/2557. Currently, the dispute has been considered by the Arbitration process.

3) Obligations of the bank guarantees in connection with the Agreement for operations (“the Agreement”)

According to the Agreement, the Company has the duties to deliver the bank guarantees to TOT Public Company Limited (“TOT”) to secure the payment of the minimum revenue sharing for each operation year and shall recover the bank guarantee of the past operation.

TOT did not return the bank guarantees which have secured the payment of the minimum revenue sharing for the operation year 17<sup>th</sup> - 21<sup>st</sup> for a total value of Baht 7,007 million by claiming that the Company had not completely paid the revenue sharing due to the deduction of the revenue sharing for the excise tax and the deduction of the Interconnection Charges. Currently, the dispute has been considered by the Arbitration process.

On May 11, 2011 and October 5, 2012, the Company submitted the disputes to the Alternative Dispute Resolution Office, the Arbitration Institute, under the black case no. 40/2554 and 119/2555 requesting the Arbitral Tribunal to award an order to TOT to return the bank guarantees to the Company because the Company had completely paid the revenue sharing for each operation year and had correctly complied with the law and the relating Agreements in all respects.

On February 10, 2014, the Arbitral Tribunal gave the arbitration award to order TOT to return the bank guarantees for the operation year 17<sup>th</sup> - 21<sup>st</sup> to the Company. On May 16, 2014, TOT submitted the black case no. 660/2557 to the Central Administrative Court to revoke the Arbitral Tribunal’s award.

On May 19, 2014, the Company submitted the black case no. 666/2557 to the Central Administrative Court requesting TOT to return the bank guarantees for the 17<sup>th</sup> - 21<sup>st</sup> operation year to the Company according to the arbitration award and pay the bank guarantees fee of Baht 6.65 million which had been paid by the Company to the banks and plus interest at 7.5% per annum computing from the date that Company paid to the banks. Currently, this black case is in the Central Administrative Court procedure.



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4) 900 MHz subscribers migration to 3G 2100 MHz

On September 25, 2014, TOT Public Company Limited (“TOT”) submitted a dispute under the black case no. 80/2557 to the Arbitration Institute demanding the Company to pay compensation from the 900 MHz subscribers porting to 3G 2100 MHz provided by its subsidiary in the amount of Baht 9,126 million plus interest at 7.5% per annum from September 25, 2014 until the full amount is paid.

On March 29, 2016, TOT submitted the revision to amend the compensation amount from May 2013 to September 2015, the ending of the Agreement for operations for the amount of Baht 32,813 million plus VAT and interest at 1.25% per month from June 2013 until the full amount is paid.

Currently, the case is in the Arbitration process. The Company’s management believes that the Company has correctly and fully complied with the related conditions of the Agreement in all respects then the outcome of the dispute should be settled favourably and has no considerable impact on the financial statements of the Company.

5) The claim for additional revenue from the 6<sup>th</sup> and 7<sup>th</sup> Amendments to the Agreement for operations (“the Agreement”)

On September 30, 2015, the Company submitted the dispute black case no. 78/2558 to the Arbitration Institute, the Alternative Dispute Resolution Office, Court of Justice to decide regarding the 6<sup>th</sup> Amendment dated May 15, 2001 and the 7<sup>th</sup> Amendment dated September 20, 2002 to the Agreement for operations to conduct business of Cellular Mobile Telephone that the amendments bind the Company and TOT Public Company Limited (“TOT”) to comply with the amendments until the expiration of the Agreement for operations and the Company has no obligation to pay for the additional revenue according to the letter claimed by TOT to the Company on September 29, 2015 regarding to request the payment of additional revenue in the amount of Baht 72,036 million which TOT has claimed that the 6<sup>th</sup> and 7<sup>th</sup> Amendments were material which caused TOT to receive lower revenue than the rate as specified in the Agreement for operations.

Currently, the dispute has been considered by the arbitrators which the Company’s management believes that the 6<sup>th</sup> and 7<sup>th</sup> Amendments to the Agreement for operations are binding and effective until the expiration of the Agreement for operations on September 30, 2015 because the Company has fully complied with all concerned Agreements. Moreover, the Council of State opined on this matter that the amendments to the Agreement for operations between TOT and the Company, case no. 291/2550 that “...the amendment process of the Agreement for operations which is the administrative contract can be separated from such amendment attached hereto, the amendments have still been in effect as long as it is not revoked or terminated by time, or otherwise...”. Therefore, the outcome of the said dispute should be settled favourably and has no considerable impact on the financial statements of the Company.

Later, on November 30, 2015, TOT submitted the dispute black case no. 122/2558 to the Arbitration Institute, the Alternative Dispute Resolution Office, Court of Justice to decrease the amount of the revenue claimed by TOT to Baht 62,774 million according to the percentage adjustability of revenue sharing upon the Agreement for operations. This case is the same as the dispute black case no. 78/2558.

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- 6) Space rental fee for tower and equipment for service under the Agreement for operations (“the Agreement”)

On September 30, 2015, TOT Public Company Limited (“TOT”) submitted the dispute black case no. 76/2558 to the Arbitration Institute, the Alternative Dispute Resolution Office Court of Justice to decide regarding the Company rents 11,883 base stations, which used for the installation of towers and telecommunication equipment to provide telecommunication services (Cellular Mobile Telephone Service), under the Agreement for operations for additional 2 years from the expiration of the Agreement for operations. In case that the Company cannot perform such rental, the Company shall pay the said rental and all expenses during additional 2 years in the amount of Baht 1,911 million or place the money to the court.

Currently, the dispute has been considered by the arbitrators which the Company’s management believes that the Company has no obligation to pay for the space rental fee for tower and equipment related after the expiration of the Agreement for operations because the Company has rightfully conducted everything in accordance with the Agreement for operations. Therefore, the outcome of the dispute should be settled favourably and has no considerable impact on the financial statements of the Company.

- 7) The claim for installation and connection of telecom equipment within 900 MHz frequency band on the Base Site which Digital Phone Co., Ltd. (“DPC”) has transferred the title to CAT Telecom Plc. (“CAT”) subject to the Agreement for operations regarding Cellular Telecommunication Service between CAT and DPC.

On April 29, 2016, CAT filed a lawsuit against Advanced Info Services Public Company Limited (“the Company”) to the Central Administrative Court as the black case no.613/2559 for the removal of installed and connected telecom equipment used in cellular telecommunication services within 900 MHz frequency band or other frequencies or other telecom equipment of the Company installed in 95 base sites which DPC has transferred to CAT subject to the Agreement for operations without approval from CAT. Therefore, CAT demanded the Company to compensate for the usage of assets owned by CAT during January 2013 to April 2016 in the amount of Baht 125.52 million plus interest at the rate of 7.5% per annum from the filing date until the compensation is paid in full and to pay for damages from the filing date in the amount of Baht 2.83 million per month plus interest at the rate of 7.5% per annum of the claimed amount in each month to CAT until the removal of telecom equipment is completed.

Currently, this case has been considered by the Central Administrative Court process. The Company’s management believes that the Company has correctly complied with the related conditions of the agreement in all respects then the outcome of this case should not be considerable impact on the financial statements of the Company.

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- 8) The claim to the Central Administrative Court for revocation of the National Telecommunication Commission (“NTC”) order regarding to revenue incurred from the temporary service for 900 MHz customer protection period after the Concession end

On May 1, 2017, the Company filed a lawsuit against office of the National Broadcasting and Telecommunication Committee (“NBTC office”), the National Telecommunication Committee (“NTC”), the National Broadcasting and Telecommunication Committee (“NBTC”) and other 5 persons to the Central Administrative Court under the black case no. 736/2560 to revoke NBTC office’s letter and NTC resolution of the NBTC office to demanded the Company to pay revenue at remedy period from October 1, 2015 to June 30, 2016 in the amount of Baht 7,221 million plus interest.

On June 15, 2017, the Company received the indictment dated April 21, 2017 by the NBTC and the NBTC office which filed a lawsuit against the Company for the same amount to the Central Administration Court as Black case no. 661/2560 demanded the Company to pay revenue at remedy period.

The Company’s management considered that the Company has complied with NBTC announcement regarding the Temporary Customer Protection Plan Following the Expiration of the Agreement for operations or Telecommunication Service Agreement and the Company has obliged to submit the revenue after deducting any expenses to NBTC office but the Company has the expenses more than the revenue incurred from the service. Therefore, the Company has no remaining revenue to submit to NBTC Office as stipulated in the announcement.

Currently the said case is in the process of the Central Administrative Court.

**Digital Phone Company Limited (“DPC”)**

- 1) The deduction of excise tax from the revenue sharing between DPC and CAT Telecom Public Company Limited (“CAT”)

On January 9, 2008, CAT Telecom Public Company Limited (“CAT”) submitted a dispute under the black case no. 3/2551 to the Arbitration Institute, the Alternative Dispute Resolution Office, Court of Justice demanding DPC, a subsidiary, to pay additional payment of revenue sharing under the Digital Personal Communication Network Contract in the amount of Baht 2,449 million plus penalty at the rate of 1.25% per month of the unpaid amount of each year computing from the default date until the full payment is made which total penalty calculated up to December 2007 is Baht 1,500 million, totaling Baht 3,949 million.

Later, on October 1, 2008, CAT submitted the petition to adjust the amount claimed to Baht 3,410 million which calculated from the outstanding revenue sharing up to January 2008 including penalty in amount of Baht 790 million and value added tax in amount of Baht 171 million.

This amount is the same as an excise tax that DPC had delivered to the Excise Department during September 16, 2003 to September 15, 2007 and deducted it from revenue sharing according to the resolution of the Cabinet dated February 11, 2003 and DPC has correctly complied with the Cabinet’s resolution dated February 11, 2003 and this practice is the same as other operators in mobile phone or cellular radio telecommunication industries. Moreover, CAT has sent a letter No. CAT 603 (Kor Tor.) 739 notifying DPC to comply with such Cabinet’s resolution.

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On March 1, 2011, the Arbitral Tribunal dismissed the case by giving the reason which can be summarized that DPC was not in breach of the Agreement since DPC has completely made the payment of the revenue sharing and all debt was paid in full. Therefore, CAT has no right to re-claim for the alleged deficit amount, including the penalty and the value added tax.

On June 3, 2011, CAT submitted the black case no. 1259/2554 to the Central Administrative Court to revoke the Arbitral Tribunal’s award.

On July 28, 2015, the Central Administrative Court reached its decision to dismiss such dispute made by CAT to revoke the Arbitral Tribunal’s award.

On August 25, 2015, CAT appealed such dismissal to the Supreme Administrative Court under black case no. Or 1070/2558. Currently, this case has been considered by the Supreme Administrative Court.

2) The deduction of access charge from revenue sharing between DPC and Telecom Public Company Limited (“CAT”)

Pursuant to the resolution of the meeting on January 14, 2004 between TOT Public Company Limited (“TOT”), CAT Telecom Public Company Limited (“CAT”), Digital Phone Company Limited (“DPC”), a subsidiary, and True Move Company Limited (“True Move”) by the Minister of the Information and Communications Technology Ministry, the Chairman, that TOT consented to reduce access charge of mobile phone from revenue sharing which TOT received from CAT in the amount of Baht 22 /number/month to DPC and True Move starting from the 6<sup>th</sup> operation year as TOT gave a discount to Total Access Communication Public Company Limited (“DTAC”).

On October 12, 2006, TOT sent a letter to CAT that TOT could not reduce access charge of mobile phone to DPC and True Move and demand CAT to pay the access charge that DPC and True Move have deducted as a discount of access charge plus legal interest rate computing from the default date until the fully payment is made.

On July 29, 2008, CAT submitted a dispute under black case no. 68/2551 to the Arbitration Institute, the Alternative Dispute Resolution Office, Office of the Judiciary demanding DPC to pay access charge of mobile phone that DPC had deducted for Baht 154 million (additional consideration of the 7<sup>th</sup> -10<sup>th</sup> operation year) plus value added tax and interest at the rate 1.25 percent per month of the above principal amount starting from the default date of each year since the 7<sup>th</sup> -10<sup>th</sup> operation year until the full payment is made.

On October 15, 2009, CAT submitted a dispute under black case no. 96/2552 to the Arbitration Institute, the Alternative Dispute Resolution Office, Court of Justice demanding DPC to pay access charge of mobile phone that DPC had deducted for Baht 22 million (additional consideration of the 11<sup>th</sup> operation year) including the penalty at the rate of 1.25 percent per month which calculated up to October 15, 2009, total amount of claim is Baht 26 million.

On March 23, 2012, the Arbitral Tribunal dismissed the said two disputes by giving the reason which can be summarized that CAT has not yet paid the discount Baht 22/number/month to TOT. Moreover, CAT cannot prove that DPC has breached the Agreement and has made the payment of revenue sharing incorrectly. Therefore, CAT has no right to re-claim for the alleged deficit amount, including the penalty and the value added tax.

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On June 25, 2012, CAT submitted the black case no. 1016/2555 to the Central Administrative Court to revoke the Arbitral Tribunal’s award, and on September 16, 2014, the Central Administrative Court issued the dismissal order of this case. Later, on October 15, 2014, CAT appealed such dismissal to the Supreme Administrative Court. Currently, this case has been considered by the Supreme Administrative Court.

- 3) Claim for the access charge payment and the deduction of access charge from revenue sharing between DPC, CAT Telecom Public Company Limited (“CAT”) and TOT Public Company Limited (“TOT”)

On May 9, 2011, TOT Public Company Limited (“TOT”) submitted the black case no. 1099/2554 to the Central Administrative Court against CAT Telecom Public Company Limited (“CAT”) as the defendant no. 1 and Digital Phone Company Limited (“DPC”) as the defendant no. 2 demanding CAT and DPC to pay the access charge amounting to Baht 2,436 million plus value added tax and interest calculated up to May 9, 2011, total amount of claim is Baht 2,954 million plus interest until the full payment is made as follows:

- 1) Part of DPC calculating on the amount of the mobile phone number which DPC had rendered the service at the rate of Baht 200/number/month, in the amount of Baht 432 million.
- 2) Part of CAT calculating on a half of the revenue sharing which CAT had received from DPC, in the amount of Baht 2,331 million.
- 3) The discount of access charge at the rate of Baht 22/number/month that DPC deducted from the revenue sharing, in the amount of Baht 191 million. Part of this demand is the same amount as CAT has claimed according to the dispute under black case no. 68/2551 mentioned above but different in terms of the calculation period and interest.

Later, on July 31, 2014, TOT submitted a petition for revision to adjust the access charge amounting to Baht 5,454 million calculated up to September 16, 2013 which is the date of the Agreement for operation period ended plus valued add tax and interest calculated up to July 10, 2014, plus interest calculated from July 10, 2014 until full payment is made as follows:

- 1) Part of DPC calculating on the amount of the mobile phone number which DPC had rendered the service at the rate of Baht 200/number/month, in the amount of Baht 1,289 million.
- 2) Part of CAT calculating on a half of the revenue sharing which CAT had received from DPC, in the amount of Baht 3,944 million.
- 3) The discount of access charge at the rate of Baht 22/number/month that DPC deducted from the revenue sharing, in the amount of Baht 221 million.

Currently, this case has been considered by the Central Administrative Court. The Company’s management believes that the outcome of this case shall be in favour of DPC and have no material impact on the consolidated financial statements of the Group since DPC has correctly complied with the law and the relating Agreements in all respects.

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- 4) To deliver and transfer ownership of towers and equipment of power supply between DPC and CAT Telecom Public Company Limited (“CAT”)

On February 3, 2009, CAT Telecom Public Company Limited (“CAT”) submitted a dispute under the black case no. 8/2552 to the Alternative Dispute Resolution Office, the Arbitration Institute, demanding DPC, a subsidiary, to deliver and transfer ownership of 3,343 towers including 2,653 equipment of power supply under the Digital PCN (“Personal Communication Network Agreement”). In case of incomplete delivery, DPC must reimburse Baht 2,230 million to CAT. DPC considers that all disputed assets, towers and the equipment of power supply are not the property as stipulated in the Agreement.

On July 18, 2012, the Arbitral Tribunal gave the arbitration award to dismiss the disputes under the reason that the request by CAT to demand the delivery of the assets from DPC was the premature exercise of legal claim under the contract.

On October 25, 2012, CAT submitted the black case no. 2757/2555 to the Central Administrative Court to revoke the Arbitral Tribunal’s award.

On June 12, 2017, the Central Administrative Court informed an order to approve CAT to withdraw the black case no. 2757/2555 from directory dated June 9, 2017.

- 5) The reduction of roaming fee between DPC and CAT Telecom Public Company Limited (“CAT”)

On July 1, 2006, CAT Telecom Public Company Limited (“CAT”) allowed Digital Phone Company Limited (“DPC”), a subsidiary, to reduce roaming fee per minute from Baht 2.10 to Baht 1.10 to be in line with the decrease of mobile phone service fee. The approval has been renewed for three-month period several times until March 31, 2007. After that, CAT did not notify DPC of any changes until on March 24, 2008, CAT had sent a letter to notify DPC to charge roaming fee at Baht 2.10 per minute starting from April 1, 2007. On May 8, 2008, DPC sent a request letter to CAT to reconsider the roaming fee adjustment. The reason for such request was based on the market environment where the prevailing mobile phone service charge to consumers in the market was significantly lower than the specified roaming fee. Such high roaming fee is therefore unreasonable for DPC to provide the roaming service to any operators. In the letter, DPC informed CAT that during the period when CAT is reconsidering the request, DPC will charge roaming fee at Baht 1.10 per minute according to the previous agreed terms and conditions. On March 31, 2009, CAT approved DPC to charge roaming fee at Baht 1.10 per minute during January 1, 2009 - March 31, 2009. Moreover, DPC entered into the national roaming agreement with the Company to charge roaming fee at Baht 1.10 per minute approved by National Telecommunication Commission (“NTC”) on June 16, 2009.

On July 15, 2010, CAT submitted a dispute under black case no. 62/2553 to the Alternative Dispute Resolution Office, the Arbitration Institute, demanding DPC to pay additional payment of revenue sharing of 10<sup>th</sup> - 12<sup>th</sup> operation year that DPC reduced roaming fee per minute from Baht 2.10 to Baht 1.10 during April 1, 2007 - December 31, 2008 in amount of Baht 1,636 million plus penalty computing up to March 2010 of Baht 364 million, totaling Baht 2,000 million and penalty at the rate of 1.25% per month from April 2010 until the full amount is paid by alleging that CAT approved the said roaming fee reduction up to March 31, 2007 only.

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On September 12, 2011, CAT submitted a dispute to the Alternative Dispute Resolution Office, the Arbitration Institute under black case no. 89/2554 demanding DPC to make additional payment of revenue sharing of 12<sup>th</sup> operation year which DPC reduced roaming fee from Baht 2.10 per minute to Baht 1.10 per minute during April 1, 2009 - June 15, 2009 in the amount of Baht 113 million plus penalty at the rate of 1.25% per month from April 1, 2009 until the full amount is paid.

Currently, the dispute has been considered by the Arbitration process. The Company's management believes that the outcome of this dispute shall have no material impact on the consolidated financial statements of the Group since DPC has correctly complied with the law and the relating Agreements in all respects.

- 6) The damage arisen from uncollectible international call service charges between DPC and CAT Telecom Public Company Limited (“CAT”)

On April 8, 2011, CAT Telecom Public Company Limited (“CAT”) submitted a dispute under black case no. 32/2554 to the Arbitration Institute, the Alternative Dispute Resolution Office, Office of the Judiciary demanding DPC to pay Baht 33 million including interest at the rate of 15% per annum of the claimed amount, total amount of claim Baht 35 million by alleging that DPC has committed a breach of the Digital PCN (Personal Communication Network) Service Agreement due to subscriber fraud on the Digital PCN Service Agreement between DPC and subscribers for 1,209 numbers during 1997 - 2003 causing damages to CAT where CAT was unable to collect the international call service charges occurred from the use of such numbers.

On May 28, 2013, the Arbitral Tribunal reached its decision to dismiss such dispute by stating that it is not about breach of the agreement but whether there has been a wrongful act. Therefore, the dispute is not within the Jurisdiction of the Arbitral Tribunal.

On September 6, 2013, CAT submitted the black case no. 1767/2556 to the Central Administrative Court to revoke the Arbitral Tribunal's award. Currently, this case has been considered by the Central Administrative Court process.

- 7) Revenue sharing on interconnection charge between DPC and CAT Telecom Public Company Limited (“CAT”)

On August 24, 2012, CAT Telecom Public Company Limited (“CAT”) submitted a dispute under black case no. 110/2555 to the Alternative Dispute Resolution Office, The Arbitration Institute, demanding DPC to pay additional payment of revenue sharing of the 10<sup>th</sup> - 14<sup>th</sup> operation year totaling Baht 183 million and penalty at the rate of 1.25% per month of the above principal amount starting from the default date of each year until the full amount is paid.

On April 1, 2014, CAT submitted a dispute under black case no. 26/2557 to the Alternative Dispute Resolution Office, The Arbitration Institute, demanding DPC to pay additional payment of revenue sharing of 15<sup>th</sup> - 16<sup>th</sup> operation year totaling Baht 203 million plus default interest at the rate of 7.5% per annum and penalty at the rate of 1.25% per month of the above principal amount starting from the default date of each year until the full payment is made. Such amount represents the revenue sharing which CAT calculated on gross interconnection charge received by DPC from other operators at the percentage rate specified in the Agreement without deduction of interconnection charge which DPC has to pay to other operators.

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Currently, the dispute has been considered by the Arbitration procedures. The Company’s management believes that the outcome of this dispute shall be settled favourably and has no material impact on the consolidated financial statements of the Company since DPC has correctly and fully complied with the law and the related conditions of the Agreement in all respects.

**8) Obligations of the bank guarantees in connection with the Agreements for Operations**

According to the Agreement for Operations, Digital Phone Company Limited (“DPC”) has the duties to deliver the bank guarantees to CAT Telecom Public Company Limited (“CAT”) to secure the payment of the minimum revenue sharing for each operation year and shall recover the bank guarantee of the previous operating year.

CAT did not return the bank guarantees which have secured the payment of the minimum revenue sharing for the operation year 10<sup>th</sup> - 14<sup>th</sup> for a total value of Baht 2,606 million by claiming that DPC had not completely paid the revenue sharing due to the deduction of the revenue sharing for the Excise Tax and the deduction of the Interconnection Charges, the discount of Access Charges and the reduction of the rate of roaming charge where the disputes of which have been pending the consideration of the Arbitral Tribunal.

On October 8, 2012, DPC submitted a dispute to the Alternative Dispute Resolution Office, the Arbitration Institute, black case no. 120/2555 requesting the Arbitral Tribunal to award an order to CAT to return the bank guarantees to DPC because DPC has completely paid the revenue sharing for each operation year and has correctly complied with the law and the relating Agreements in all respects.

On May 28, 2015, the Arbitral Tribunal reached its decision to award an order to CAT to return the bank guarantees and its bank fees to DPC. Later, on September 15, 2015, CAT has submitted the black case no. 1671/2558 to the Central Administrative Court to revoke the Arbitral Tribunal’s award. Currently, this case has been considered by the Central Administrative Court.



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- 9) The claim for the usage/revenue arising from the use of telecommunication equipment and telecommunication network during the temporary customer protection period after the Concession ended

On May 20, 2015, CAT Telecom Public Company Limited (“CAT”) filed a lawsuit against office of the National Broadcasting and Telecommunication Committee (“NBTC Office”), National Telecommunication Committee (“NTC”), National Broadcasting and Telecommunication Committee (“NBTC”), Truemove Company Limited (“True Move”), and Digital Phone Company Limited (“DPC”) to the Central Administrative Court black case no.918/2558 to pay for the fees and revenue from the usage of telecommunication equipment and telecommunication network of CAT during the temporary customer protection period, subject to the announcement of NBTC regarding the Temporary Customer Protection Plan Following the Expiration of the Agreement for operations or Telecommunication Service Agreement, calculated from September 16, 2013 to September 15, 2014, total amounts are as follows:

- 1) NBTC Office, NTC and NBTC in the amount of Baht 24,117 million plus interest at the rate of 7.5% per annum.
- 2) True Move, NBTC Office, NTC and NBTC in the amount of Baht 18,025 million plus interest at the rate of 7.5% per annum.
- 3) DPC, NBTC Office, NTC and NBTC in the amount of Baht 6,083 million plus interest at the rate of 7.5% per annum.

On September 11, 2015, CAT filed a lawsuit to the Central Administrative Court black case no. 1651/2558 claimed for the usage fees and revenue from the usage of telecommunication equipment and telecommunication network of CAT from September 16, 2014 to July 17, 2015, total amounts are as follows:

- 1) NBTC Office, NTC and NBTC in the amount of Baht 6,521 million plus interest at the rate of 7.5% per annum.
- 2) True Move, NBTC Office, NTC and NBTC in the amount of Baht 4,991 million plus interest at the rate of 7.5% per annum.
- 3) DPC, NBTC Office, NTC and NBTC in the amount of Baht 1,635 million plus interest at the rate of 7.5% per annum.

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On May 27, 2016, CAT filed a lawsuit to the Central Administrative Court black case no. 741/2559 claimed for the usage fees and revenue from the usage of telecommunication equipment and telecommunication network of CAT from July 18, 2015 to November 25, 2015, total amounts are as follows:

- 1) NBTC Office, NTC and NBTC in the amount of Baht 2,857 million plus interest at the rate of 7.5% per annum.
- 2) True Move, NBTC Office, NTC and NBTC in the amount of Baht 2,184 million plus interest at the rate of 7.5% per annum.
- 3) DPC, NBTC Office, NTC and NBTC in the amount of Baht 673 million plus interest at the rate of 7.5% per annum.

Currently, the dispute has been considered by the Central Administrative Court which the management of the Company believes that DPC has no obligation to pay for the usage fees and revenue from the usage of telecommunication equipment and telecommunication network as claimed by CAT due to DPC has complied in accordance with the announcement of NBTC. Therefore, the outcome of the said dispute should be settled favourably and has no considerable impact on the consolidated financial statements of the Group.

- 10) The claim for revocation of the NTC order regarding to revenue incurred from the temporary service for customer protection period after the Concession end

On November 16, 2015, Digital Phone Company Limited (“DPC”), filed a lawsuit against the National Broadcasting and Telecommunication Committee (“NBTC”) to the Central Administrative Court under case no. 1997/2558 to revoke NTC resolution which office of the NBTC has demanded DPC to deliver revenue at remedy period starting from September 16, 2013 to July 17, 2014 in the amount of Baht 628 million.

In the same case, on September 16, 2016, NBTC and office of the National Broadcasting and Telecommunication Committee (“NBTC office”) filed a complaint to the Central Administrative Court as the Black Case No. 1441/2559 requesting DPC to submit the revenue sharing during remedy period, from September 16, 2013 to July 17, 2014 in the amount of Baht 680 million (including interest up to submitted date by Baht 52 million) plus interest at the rate of 7.5% per annum of the claim amount from the next day of the submit date until DPC deliver all revenue sharing in full.

The Company’s management considered that DPC has complied with NBTC announcement regarding the Temporary Customer Protection Plan Following the Expiration of the Agreement for operations or Telecommunication Service Agreement 2013, and the Company has obliged to submit the revenue after deducting any expenses to NBTC but DPC has the expenses more than the revenue incurred from the service. Therefore, DPC has no revenue remaining in order to submit to NBTC as stipulated in the announcement.

Currently, the said case is in the process of the Central Administrative Court.

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- 11) The claim for providing of telecom equipment and the telecommunication networks under the Agreement for operations regarding cellular telecommunication services (“the Agreement”) between CAT Telecom Public Company Limited (“CAT”) and Digital Phone Company Limited (“DPC”) to other operators to use.

On June 30, 2016, CAT Telecom Public Company Limited (“CAT”) submitted a dispute under black case no. 57/2559 to the Alternative Dispute Resolution Office, The Arbitration Institute, demanding DPC to remove telecom equipment and the telecommunication networks used in cellular telecommunication services under 2100 MHz and the other telecom equipment owned by Advanced Wireless Network Company Limited (“AWN”) and under 900 MHz owned by Advanced Info Service Public Company Limited (“the Company”) which is installed in 97 base stations subject to the Agreement operated by DPC without the approval from CAT.

In case that DPC does not agree to remove such disputes assets for whatsoever reasons, CAT shall demand DPC to pay in the amount of Baht 4.84 million per month plus interest at the rate of 7.5% per annum from the next day of the submit date of such dispute until the completion date of such removal of telecom equipment and to pay for damages for the consent for AWN and the Company to use its disputed assets which owned by CAT in 97 base stations during January 2013 until June 2016 in the total of Baht 175.19 million plus interest at the rate of 7.5% per annum of the claimed amount and also prohibited DPC to provide such disputed assets to other operator without written consent from CAT.

Currently, the dispute has been considered by the Alternative arbitration process. The Company’s management believes that DPC has correctly and fully complied with the related conditions of such Agreement in all respects then the outcome of the said dispute should not be considerable impact on the consolidated financial statements of the Group.

**Advanced Wireless Network Company Limited (“AWN”)**

- 1) The claim for installation and connection of 2100 MHz frequency band telecom equipment of AWN on the Base Site which Digital Phone Co., Ltd. (“DPC”) already transferred the title to CAT Telecom Public Company Limited. (“CAT”) subject to the Agreement for Operations regarding Cellular Telecommunication Service between CAT and DPC (“the Agreement”)

On June 30, 2016, CAT Telecom Public Company Limited (“CAT”) filed a lawsuit to the Central Administrative Court as the black case No.1039/2559 against Advanced Wireless Network Company Limited (“AWN”) for the removal of such installed and connected telecom equipment used in cellular telecommunication services within 2100 MHz frequency band or other frequencies or other telecom equipment of AWN installed in 67 base stations which DPC has transferred to CAT subject to the Agreement for Operations without the approval from CAT. Therefore, CAT demanded AWN to pay the damages for the usage of such assets owned by CAT during January 2013 until June 2016 in the amount of Baht 57.53 million plus interest at the rate of 7.5% per annum from the filing date until the compensation is paid in full and to pay for damages from the filing date in the amount of Baht 2 million per month plus interest at the rate of 7.5% per annum of the accrued damages in each month to CAT until the removal of telecom equipment is completed and also prohibited AWN to install and connect its telecom equipment used in cellular telecommunication services in 2100 MHz frequency band or other frequencies or other telecom equipment of AWN on base sites owned by CAT under the Agreement between CAT and DPC without written consent from CAT.

**ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES  
CONDENSED NOTES TO THE FINANCIAL STATEMENTS  
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2017  
“UNAUDITED”**

Currently, the dispute has been considered by the Central Administrative Court process. The Company’s management believes that AWN has correctly and fully complied with the related conditions of the Agreement in all respects then the outcome of the said case should not be considerable impact on the consolidated financial statements of the Group.

- 2) The claim of payment for usage in telecom equipment and networks, internal building transmission and electricity co-usage under the Agreement for operations between Advanced Info Service Public Company Limited (“AIS”) and TOT Public Company Limited (“TOT”)

On February 11, 2017, Advanced Wireless Network Company Limited (“AWN”) received the Complaint Civil Black Case No. 454/2560 dated January 31, 2017 which TOT Pubic Company Limited (“TOT”) filed a lawsuit against AWN to pay usage regarding telecom equipment and networks, internal building transmission and electricity co-usage which the Company has use of such assets during October 1, 2015 until June 30, 2016 in the amount of Baht 559.62 million and interest of Baht 15.87 million from the default date. Total principal and interest amount are Baht 575.48 million plus interest of 7.5% per annum of principal amount, Baht 559.62 million, counting from the date of filing until the payment has been made in full.

Currently, the dispute has been considered by the Civil Court process. The Company’s management believes that the outcome of the said case should not be considerable impact on the consolidated financial statements of the Group.

**22. EVENT AFTER THE REPORTING PERIOD**

**Tender for acquiring ordinary shares of CS Loxinfo Public Co., Ltd. (“CSL”)**

On October 2, 2017, the Company’s Board of Directors has considered and approved the launch of a Conditional Voluntary Tender Offer (“VTO”) by the Company and/or its subsidiary to acquire all ordinary shares in the total number of 594.51 million shares at the price of Baht 7.80 per share from all shareholders comprising:

- (1) 42.07% of the total issue shares held by DTV Service Co., Ltd. (“DTV”), a subsidiary of Thaicom Public Company Limited (“THCOM”)
- (2) 14.14% of the total issue shares held by Singapore Telecommunications Ltd. (“Singtel”) and
- (3) 43.79% of the total issue shares held by the minority shareholders of CSL

Subsequently, on October 6, 2017 and October 24, 2017, Advanced Wireless Network Co., Ltd. (“AWN”), a subsidiary, has entered into the Share Tender Agreement for the acquisition of all ordinary shares in CSL with DTV and Singtel, respectively.

To complete the transaction, the Company and/or its subsidiary have to comply with certain conditions according to VTO.

**23. APPROVAL OF INTERIM FINANCIAL STATEMENTS**

These interim financial statements have been approved for issue by the Board of Directors on November 2, 2017.