

**Advanced Info Service Public Company Limited
and its Subsidiaries**

Condensed interim financial statements
for the three-month and six-month periods ended
30 June 2022
and
Independent auditor's review report



KPMG Phoomchai Audit Ltd.
50th Floor, Empire Tower
1 South Sathorn Road, Yannawa
Sathorn, Bangkok 10120, Thailand
Tel +66 2677 2000
Fax +66 2677 2222
Website home.kpmg/th

บริษัท เคพีเอ็มจี ภูมิไชย สอบบัญชี จำกัด
ชั้น 50 เอ็มไพร์ ทาวเวอร์
1 ถนนสาทรใต้ แขวงยานนาวา
เขตสาทร กรุงเทพฯ 10120
โทร +66 2677 2000
แฟกซ์ +66 2677 2222
เว็บไซต์ home.kpmg/th

Independent auditor's report on Review of Interim Financial Information

To the Board of Directors of Advanced Info Service Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of Advanced Info Service Public Company Limited and its subsidiaries, and of Advanced Info Service Public Company Limited, respectively, as at 30 June 2022; the consolidated and separate statements of income, and comprehensive income for the three-month and six-month periods ended 30 June 2022, the consolidated and separate statements of changes in equity and cash flows for the six-month period ended 30 June 2022; and condensed notes ("interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

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

Conclusion

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



Other Matter

The consolidated and separate statements of financial position of Advanced Info Service Public Company Limited and its subsidiaries, and of Advanced Info Service Public Company Limited as at 31 December 2021, which are included as comparative information, were audited by another auditor who expressed an unqualified opinion thereon in his report dated 7 February 2022. Furthermore, the consolidated and separate statements of income, and comprehensive income for the three-month and six-month periods ended 30 June 2021 and the consolidated and separate statements of changes in equity and cash flows for the six-month period ended 30 June 2021 of Advanced Info Service Public Company Limited and its subsidiaries, and of Advanced Info Service Public Company Limited, which are included as comparative information, were reviewed by another auditor who expressed an unqualified conclusion thereon in his report dated 3 August 2021.

(Sakda Kaothanthong)
Certified Public Accountant
Registration No. 4628

KPMG Phoomchai Audit Ltd.
Bangkok
8 August 2022

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF FINANCIAL POSITION
AS AT JUNE 30, 2022

UNIT : THOUSAND BAHT

	NOTES	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		As at June 30, 2022 “Unaudited”	As at December 31, 2021	As at June 30, 2022 “Unaudited”	As at December 31, 2021
ASSETS					
Current assets					
Cash and cash equivalents	18	10,148,336	12,739,290	1,441,710	469,912
Specifically-designated bank deposits	3	1,019,874	1,380,728	-	-
Restricted deposits at a financial institution		-	11,200	-	-
Trade and other current receivables	4, 18	17,636,973	16,552,288	173,011	422,384
Contract assets	5	2,183,207	1,819,811	-	-
Short-term loans to related parties	18	-	-	61,353,000	61,903,000
Inventories		4,058,163	2,104,298	-	-
Current tax assets		57,584	5,302	-	-
Other current financial assets	19	525,102	213,375	-	-
Other current assets		751,887	739,789	4,328	417
Total current assets		36,381,126	35,566,081	62,972,049	62,795,713
Non-current assets					
Other non-current financial assets	6	323,505	110,252	63,140	63,140
Investments in subsidiaries	7	-	-	36,779,916	37,354,148
Investments in joint ventures	8	853,632	947,662	279,514	300,000
Investments in an associate	8	38,570	35,213	-	-
Long-term loans to a related party	18	100,000	100,000	-	-
Property, plant and equipment	9	116,086,898	117,843,740	94,555	69,326
Right-of-use assets	9	47,044,801	50,574,034	132,092	189,295
Goodwill		2,881,700	2,881,700	-	-
Other intangible assets other than goodwill	9	14,531,957	10,864,295	5,720	6,391
Spectrum licenses	9	125,819,364	131,774,691	-	-
Deferred tax assets		4,093,967	4,235,516	489,455	487,521
Other non-current assets		1,361,759	1,288,559	95,049	104,665
Total non-current assets		313,136,153	320,655,662	37,939,441	38,574,486
Total assets		349,517,279	356,221,743	100,911,490	101,370,199

The accompanying notes form an integral part of the interim financial statements.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF FINANCIAL POSITION (CONTINUED)
AS AT JUNE 30, 2022

UNIT : THOUSAND BAHT

	NOTES	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		As at June 30, 2022 “Unaudited”	As at December 31, 2021	As at June 30, 2022 “Unaudited”	As at December 31, 2021
LIABILITIES AND SHAREHOLDERS' EQUITY					
Current liabilities					
Trade and other current payables	11, 18	44,897,137	45,055,417	2,667,628	2,777,863
Provision for revenue sharing		3,360,879	3,360,879	3,220,305	3,220,305
Unearned income - mobile phone service		4,382,848	4,071,668	9,177	9,177
Advance received from customers		1,019,874	1,380,728	-	-
Current portion of long-term liabilities	10, 18	20,300,476	14,131,683	-	-
Current portion of spectrum licenses payable	12	10,965,992	10,903,220	-	-
Current portion of lease liabilities	10, 18	11,329,952	10,537,344	101,725	146,050
Short-term borrowings from related parties	10, 18	-	-	4,970,000	5,840,000
Corporate income tax payable		2,091,644	2,276,078	23,549	17,869
Other current financial liabilities	19	4,644	25,051	-	-
Other current liabilities		65,250	126,204	-	11,071
Total current liabilities		98,418,696	91,868,272	10,992,384	12,022,335
Non-current liabilities					
Long-term liabilities	10, 18	66,890,455	73,696,569	6,493,353	6,492,841
Lease liabilities	10, 18	36,724,320	40,597,291	32,685	50,803
Provision for employee benefit		3,363,787	3,326,561	420,761	407,969
Spectrum licenses payable	12	58,780,528	61,415,647	-	-
Other non-current financial liabilities	19	99,239	722,083	-	-
Other non-current liabilities		2,838,731	2,770,798	27,596	27,842
Total non-current liabilities		168,697,060	182,528,949	6,974,395	6,979,455
Total liabilities		267,115,756	274,397,221	17,966,779	19,001,790

The accompanying notes form an integral part of the interim financial statements.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF FINANCIAL POSITION (CONTINUED)
AS AT JUNE 30, 2022

UNIT : THOUSAND BAHT

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	As at	As at	As at	As at
	June 30,	December 31,	June 30,	December 31,
	2022	2021	2022	2021
	“Unaudited”		“Unaudited”	
LIABILITIES AND SHAREHOLDERS’ EQUITY				
(CONTINUED)				
Shareholders’ equity				
Share capital				
Authorised 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				
2,974 million ordinary shares of				
Baht 1.00 each, fully paid	2,974,210	2,973,926	2,974,210	2,973,926
Share premium				
Share premium on ordinary shares	22,551,567	22,506,296	22,551,567	22,506,296
Other deficits				
Deficits arising from change in ownership interest				
in a subsidiary	(669,657)	(669,657)	-	-
Retained earnings				
Appropriated				
Legal reserve	500,000	500,000	500,000	500,000
Unappropriated	56,609,109	56,602,515	56,609,109	56,602,515
Other components of shareholders’ equity	309,825	(214,328)	309,825	(214,328)
Total shareholders’ equity attributable to owners				
 of the Company	82,275,054	81,698,752	82,944,711	82,368,409
Non-controlling interests	126,469	125,770	-	-
Total shareholders’ equity	82,401,523	81,824,522	82,944,711	82,368,409
Total liabilities and shareholders’ equity	349,517,279	356,221,743	100,911,490	101,370,199

The accompanying notes form an integral part of the interim financial statements.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF INCOME
FOR THE THREE-MONTH PERIOD ENDED JUNE 30, 2022
“UNAUDITED”

UNIT : THOUSAND BAHT

	NOTES	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		2022	2021	2022	2021
Revenues					
Revenues from rendering of services and equipment rentals	18	36,486,450	35,641,327	466,335	451,872
Revenue from sale of goods	18	8,786,267	7,115,590	-	-
Total revenues		<u>45,272,717</u>	<u>42,756,917</u>	<u>466,335</u>	<u>451,872</u>
Costs					
Cost of rendering of services and equipment rentals	18	(21,630,365)	(21,012,175)	(289,867)	(271,517)
Cost of sale of goods		(8,768,543)	(6,923,134)	-	-
Total costs		<u>(30,398,908)</u>	<u>(27,935,309)</u>	<u>(289,867)</u>	<u>(271,517)</u>
Gross profit		14,873,809	14,821,608	176,468	180,355
Distribution costs and administrative expenses					
Distribution costs		(1,839,870)	(1,237,474)	(627)	(444)
Administrative expenses		(3,850,232)	(3,907,862)	(19,860)	(20,463)
Total distribution costs and administrative expenses		<u>(5,690,102)</u>	<u>(5,145,336)</u>	<u>(20,487)</u>	<u>(20,907)</u>
Profit from operating activities		9,183,707	9,676,272	155,981	159,448
Finance income	18	25,926	55,935	121,597	111,865
Other income	18	255,093	568,221	14,251	18,614
Share of profit/(loss) of subsidiaries, joint ventures and an associate accounted for using equity method	7, 8	(6,196)	(32,546)	6,115,445	6,854,272
Net (loss) on foreign exchange rate		(1,018,154)	(332,997)	(1,130)	(1,394)
Net gain from fair value measurement of derivative assets		683,572	175,552	-	-
Management benefit expenses	18	(28,037)	(37,652)	(28,037)	(37,652)
Finance costs	18	(1,322,706)	(1,460,442)	(47,867)	(32,320)
Profit before tax expense		7,773,205	8,612,343	6,330,240	7,072,833
Tax expense	15	(1,467,495)	(1,571,088)	(25,090)	(32,016)
Profit for the periods		<u>6,305,710</u>	<u>7,041,255</u>	<u>6,305,150</u>	<u>7,040,817</u>
Profit attributable to					
Owners of the Company		6,305,150	7,040,817	6,305,150	7,040,817
Non-controlling interests		560	438	-	-
Profit for the periods		<u>6,305,710</u>	<u>7,041,255</u>	<u>6,305,150</u>	<u>7,040,817</u>
Earnings per share (in Baht)	16				
Basic earnings per share		<u>2.12</u>	<u>2.37</u>	<u>2.12</u>	<u>2.37</u>
Diluted earnings per share		<u>2.12</u>	<u>2.37</u>	<u>2.12</u>	<u>2.37</u>

The accompanying notes form an integral part of the interim financial statements.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED JUNE 30, 2022
“UNAUDITED”

UNIT : THOUSAND BAHT

	NOTES	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS
		2022	2021	2022	2021
Profit for the periods		6,305,710	7,041,255	6,305,150	7,040,817
Other comprehensive income					
Components of other comprehensive income that					
will or may be subsequently reclassified to profit or loss					
Exchange differences on translating financial statement		(4,654)	2,417	-	-
Gain/(loss) on cash flow hedges		453,340	(40,427)	-	-
Share of other comprehensive gain/(loss) of subsidiaries accounted for using equity method	7	-	-	358,018	(29,925)
Income tax relating to components of other comprehensive income that will be subsequently reclassified to profit or loss		(90,668)	8,085	-	-
Other comprehensive income for the periods - net of tax		358,018	(29,925)	358,018	(29,925)
Total comprehensive income for the periods		<u>6,663,728</u>	<u>7,011,330</u>	<u>6,663,168</u>	<u>7,010,892</u>
Total comprehensive income attributable to					
Owners of the Company		6,663,168	7,010,892	6,663,168	7,010,892
Non-controlling interests		560	438	-	-
Total comprehensive income for the periods		<u>6,663,728</u>	<u>7,011,330</u>	<u>6,663,168</u>	<u>7,010,892</u>

The accompanying notes form an integral part of the interim financial statements.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF INCOME
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2022
“UNAUDITED”

UNIT : THOUSAND BAHT

	NOTES	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		2022	2021	2022	2021
Revenues					
Revenues from rendering of services and equipment rentals	18	72,495,178	71,816,465	918,207	903,744
Revenue from sale of goods	18	18,056,511	16,801,619	-	-
Total revenues		<u>90,551,689</u>	<u>88,618,084</u>	<u>918,207</u>	<u>903,744</u>
Costs					
Cost of rendering of services and equipment rentals	18	(43,167,139)	(42,138,414)	(698,986)	(584,944)
Cost of sale of goods		(17,909,647)	(16,551,584)	-	-
Total costs		<u>(61,076,786)</u>	<u>(58,689,998)</u>	<u>(698,986)</u>	<u>(584,944)</u>
Gross profit		29,474,903	29,928,086	219,221	318,800
Distribution costs and administrative expenses					
Distribution costs		(3,331,136)	(2,879,785)	(1,013)	(629)
Administrative expenses		(7,896,371)	(7,759,398)	(49,081)	(47,320)
Total distribution costs and administrative expenses		<u>(11,227,507)</u>	<u>(10,639,183)</u>	<u>(50,094)</u>	<u>(47,949)</u>
Profit from operating activities		18,247,396	19,288,903	169,127	270,851
Finance income	18	81,539	119,665	240,389	173,208
Other income	18	408,656	726,996	42,971	39,682
Share of profit/(loss) of subsidiaries, joint ventures and an associate accounted for using equity method	7, 8	(21,769)	(93,338)	12,375,715	13,388,830
Net gain/(loss) on foreign exchange rate		(933,900)	(893,646)	940	(1,722)
Net gain from fair value measurement of derivative assets		556,869	513,283	-	-
Management benefit expenses	18	(68,485)	(82,212)	(68,485)	(82,212)
Finance costs	18	(2,642,517)	(2,846,149)	(97,395)	(43,784)
Profit before tax expense		15,627,789	16,733,502	12,663,262	13,744,853
Tax expense	15	(3,010,536)	(3,047,726)	(47,273)	(60,147)
Profit for the periods		<u>12,617,253</u>	<u>13,685,776</u>	<u>12,615,989</u>	<u>13,684,706</u>
Profit attributable to					
Owners of the Company		12,615,989	13,684,706	12,615,989	13,684,706
Non-controlling interests		1,264	1,070	-	-
Profit for the periods		<u>12,617,253</u>	<u>13,685,776</u>	<u>12,615,989</u>	<u>13,684,706</u>
Earnings per share (in Baht)	16				
Basic earnings per share		<u>4.24</u>	<u>4.60</u>	<u>4.24</u>	<u>4.60</u>
Diluted earnings per share		<u>4.24</u>	<u>4.60</u>	<u>4.24</u>	<u>4.60</u>

The accompanying notes form an integral part of the interim financial statements.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2022
“UNAUDITED”

UNIT : THOUSAND BAHT

		CONSOLIDATED		SEPARATE	
	NOTES	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2022	2021	2022	2021
Profit for the periods		12,617,253	13,685,776	12,615,989	13,684,706
Other comprehensive income					
Components of other comprehensive income that					
will or may be subsequently reclassified to profit or loss					
Exchange differences on translating financial statement		(10,895)	5,162	-	-
Gain on cash flow hedges		723,290	284,689	-	-
Share of other comprehensive gain of subsidiaries					
accounted for using equity method	7	-	-	567,737	232,913
Income tax relating to components of other comprehensive					
income that will be subsequently reclassified to profit or loss		(144,658)	(56,938)	-	-
Other comprehensive income for the periods - net of tax		567,737	232,913	567,737	232,913
Total comprehensive income for the periods		13,184,990	13,918,689	13,183,726	13,917,619
Total comprehensive income attributable to					
Owners of the Company		13,183,726	13,917,619	13,183,726	13,917,619
Non-controlling interests		1,264	1,070	-	-
Total comprehensive income for the periods		13,184,990	13,918,689	13,183,726	13,917,619

The accompanying notes form an integral part of the interim financial statements.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2022
“UNAUDITED”

UNIT : THOUSAND BAHT

Notes	Issued and paid share capital	Share premium	Other deficits	Retained earnings		Other components of shareholders' equity						Total shareholders' equity attributable to owners of the Company	Non-controlling interests	Total shareholders' equity
			Deficits arising from change in ownership interest in subsidiaries	Legal reserve	Unappropriated	Reserve for share-based payment	Gain on dilution of investment	Currency Conversion	Hedging reserves	Fair value reserves	Total other components of shareholders' equity			
Balance as at January 1, 2021	2,973,554	22,446,531	(669,657)	500,000	50,882,428	146,535	161,187	2,921	(922,874)	43,359	(568,872)	75,563,984	125,383	75,689,367
Transactions with owners, recorded directly in shareholders' equity														
Contributions by and distributions to owners of the Company														
Increase in share capital	13	372	59,765	-	-	(60,137)	-	-	-	-	(60,137)	-	-	-
Share-based payment transaction	13	-	-	-	-	5,765	-	-	-	-	5,765	5,765	-	5,765
Dividends paid	17	-	-	-	(10,942,092)	-	-	-	-	-	-	(10,942,092)	(536)	(10,942,628)
Total contributions by and distributions to owners of the Company		372	59,765	-	(10,942,092)	(54,372)	-	-	-	-	(54,372)	(10,936,327)	(536)	(10,936,863)
Changes in ownership interest in a subsidiary														
Change in ownership interest in a subsidiary		-	-	-	-	-	-	-	-	-	-	-	(880)	(880)
Total changes in ownership interest in a subsidiary		-	-	-	-	-	-	-	-	-	-	-	(880)	(880)
Total transactions with owners, recorded directly in shareholders' equity		372	59,765	-	(10,942,092)	(54,372)	-	-	-	-	(54,372)	(10,936,327)	(1,416)	(10,937,743)
Comprehensive income for the period														
Profit for the period		-	-	-	-	13,684,706	-	-	-	-	-	13,684,706	1,070	13,685,776
Other comprehensive income		-	-	-	-	-	-	5,162	227,751	-	232,913	232,913	-	232,913
Total comprehensive income for the period		-	-	-	-	13,684,706	-	5,162	227,751	-	232,913	13,917,619	1,070	13,918,689
Balance as at June 30, 2021	<u>2,973,926</u>	<u>22,506,296</u>	<u>(669,657)</u>	<u>500,000</u>	<u>53,625,042</u>	<u>92,163</u>	<u>161,187</u>	<u>8,083</u>	<u>(695,123)</u>	<u>43,359</u>	<u>(390,331)</u>	<u>78,545,276</u>	<u>125,037</u>	<u>78,670,313</u>

The accompanying notes form an integral part of the interim financial statements.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (CONTINUED)
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2022
“UNAUDITED”

UNIT : THOUSAND BAHT

	Notes	Issued and paid share capital	Share premium	Other deficits	Retained earnings		Other components of shareholders' equity					Total other components of shareholders' equity	Total shareholders' equity attributable to owners of the Company	Non-controlling interests	Total shareholders' equity
				Deficits arising from change in ownership interest in subsidiaries	Legal reserve	Unappropriated	Reserve for share-based payment	Gain on dilution of investment	Currency Conversion	Hedging reserves	Fair value reserves				
Balance as at January 1, 2022		2,973,926	22,506,296	(669,657)	500,000	56,602,515	94,528	161,187	10,895	(517,362)	36,424	(214,328)	81,698,752	125,770	81,824,522
Transactions with owners, recorded directly in shareholders' equity															
Contributions by and distributions to owners of the Company															
Increase in share capital	13	284	45,271	-	-	-	(45,555)	-	-	-	-	(45,555)	-	-	-
Share-based payment transaction	13	-	-	-	-	-	1,971	-	-	-	-	1,971	1,971	-	1,971
Dividends paid	17	-	-	-	-	(12,609,395)	-	-	-	-	-	-	(12,609,395)	(514)	(12,609,909)
Total contributions by and distributions to owners of the Company		284	45,271	-	-	(12,609,395)	(43,584)	-	-	-	-	(43,584)	(12,607,424)	(514)	(12,607,938)
Changes in ownership interest in a subsidiary															
Change in ownership interest in a subsidiary		-	-	-	-	-	-	-	-	-	-	-	-	(51)	(51)
Total changes in ownership interest in a subsidiary		-	-	-	-	-	-	-	-	-	-	-	-	(51)	(51)
Total transactions with owners, recorded directly in shareholders' equity		284	45,271	-	-	(12,609,395)	(43,584)	-	-	-	-	(43,584)	(12,607,424)	(565)	(12,607,989)
Comprehensive income for the period															
Profit for the period		-	-	-	-	12,615,989	-	-	-	-	-	-	12,615,989	1,264	12,617,253
Other comprehensive income		-	-	-	-	-	-	(10,895)	578,632	-	-	567,737	567,737	-	567,737
Total comprehensive income for the period		-	-	-	-	12,615,989	-	(10,895)	578,632	-	-	567,737	13,183,726	1,264	13,184,990
Balance as at June 30, 2022		2,974,210	22,551,567	(669,657)	500,000	56,609,109	50,944	161,187	-	61,270	36,424	309,825	82,275,054	126,469	82,401,523

The accompanying notes form an integral part of the interim financial statements.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (CONTINUED)
SEPARATE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2022
“UNAUDITED”

UNIT : THOUSAND BAHT

		Retained earnings				Other components of shareholders' equity				
								Share of other comprehensive gain (loss) of subsidiaries accounted for using equity method	Total other components of shareholders' equity	Total shareholders' equity
Notes	Issued and paid share capital	Share premium	Legal reserve	Unappropriated	Reserve for share-based payment	Gain on dilution of investment	Fair value reserves			
Balance as at January 1, 2021	2,973,554	22,446,531	500,000	50,882,428	146,535	161,187	16,556	(893,150)	(568,872)	76,233,641
Transactions with owners, recorded directly in shareholders' equity										
Increase in share capital	13	372	59,765	-	-	(60,137)	-	-	(60,137)	-
Share-based payment transaction	13	-	-	-	-	5,765	-	-	5,765	5,765
Dividends paid	17	-	-	-	(10,942,092)	-	-	-	-	(10,942,092)
Total transactions with owners, recorded directly in shareholders' equity		372	59,765	-	(10,942,092)	(54,372)	-	-	(54,372)	(10,936,327)
Comprehensive income for the period										
Profit for the period	-	-	-	13,684,706	-	-	-	-	-	13,684,706
Other comprehensive income	-	-	-	-	-	-	-	232,913	232,913	232,913
Total comprehensive income for the period	-	-	-	13,684,706	-	-	-	232,913	232,913	13,917,619
Balance as at June 30, 2021	2,973,926	22,506,296	500,000	53,625,042	92,163	161,187	16,556	(660,237)	(390,331)	79,214,933

The accompanying notes form an integral part of the interim financial statements.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (CONTINUED)
SEPARATE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2022
“UNAUDITED”

UNIT : THOUSAND BAHT

		Retained earnings				Other components of shareholders' equity					
		Issued and paid share capital	Share premium	Legal reserve	Unappropriated	Reserve for share-based payment	Gain on dilution of investment	Fair value reserves	Share of other comprehensive gain (loss) of subsidiaries accounted for using equity method	Total other components of shareholders' equity	Total shareholders' equity
	Notes										
Balance as at January 1, 2022		2,973,926	22,506,296	500,000	56,602,515	94,528	161,187	12,913	(482,956)	(214,328)	82,368,409
Transactions with owners, recorded directly in shareholders' equity											
Increase in share capital	13	284	45,271	-	-	(45,555)	-	-	-	(45,555)	-
Share-based payment transaction	13	-	-	-	-	1,971	-	-	-	1,971	1,971
Dividends paid	17	-	-	-	(12,609,395)	-	-	-	-	-	(12,609,395)
Total transactions with owners, recorded directly in shareholders' equity		284	45,271	-	(12,609,395)	(43,584)	-	-	-	(43,584)	(12,607,424)
Comprehensive income for the period											
Profit for the period		-	-	-	12,615,989	-	-	-	-	-	12,615,989
Other comprehensive income		-	-	-	-	-	-	-	567,737	567,737	567,737
Total comprehensive income for the period		-	-	-	12,615,989	-	-	-	567,737	567,737	13,183,726
Balance as at June 30, 2022		2,974,210	22,551,567	500,000	56,609,109	50,944	161,187	12,913	84,781	309,825	82,944,711

The accompanying notes form an integral part of the interim financial statements.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2022
“UNAUDITED”

UNIT : THOUSAND BAHT

	NOTES	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS
		2022	2021	2022	2021
Cash flows from operating activities					
Profit for the periods		12,617,253	13,685,776	12,615,989	13,684,706
Adjustments for					
Depreciation and amortisation	9	26,561,871	26,385,915	81,251	68,144
Finance income		(81,539)	(119,665)	(240,389)	(173,208)
Finance costs		2,642,517	2,846,149	97,395	43,784
Expected credit losses		1,094,284	1,003,171	-	-
Share-based payment transaction	13	1,971	5,765	1,971	5,765
(Reversal of) loss for obsolete, decline in value and write-off inventories		(11,496)	24,659	-	-
Loss on unused equipment		328,267	310,084	-	-
Loss on assets for terminated contracts	5	114,743	52,361	-	-
(Gain)/loss on sales and write-off of assets		22,913	7,687	338	(1,413)
Net unrealised loss on foreign exchange rate and fair value measurement of derivative assets		632,233	223,687	1,267	1,683
Gain on sales of investment		(58,799)	-	-	-
Share of (profit)/loss of subsidiaries, joint ventures and an associate accounted for using equity method	7, 8	21,769	93,338	(12,375,715)	(13,388,830)
Employee benefit expense		107,162	102,483	37,259	25,632
Tax expense		3,010,536	3,047,726	47,273	60,147
Cash provided by operation before changes in operating assets and liabilities		47,003,685	47,669,136	266,639	326,410
Changes in operating assets and liabilities					
Specifically-designated bank deposits		360,854	476,546	-	-
Trade and other current receivables		(2,178,421)	(673,711)	179,133	(10,639)
Contract assets		(478,139)	(1,635)	-	-
Inventories		(1,942,369)	(841,556)	-	-
Other current assets		(6,819)	(226,604)	(3,911)	1,107
Other non-current assets		(73,200)	(151,343)	9,616	14,727
Trade and other current payables		(2,991,873)	(1,504,341)	(149,126)	(110,139)
Unearned income - mobile phone service		311,180	38,186	-	-
Advance received from customers		(360,854)	(476,546)	-	-
Other current liabilities		(60,955)	(6,616)	(11,071)	-
Other financial liabilities		(15,005)	(3,141)	-	-
Other non-current liabilities		(7,862)	(17,106)	6	-
Cash generated from operating activities		39,560,222	44,281,269	291,286	221,466
Employee benefit paid		(101,647)	(92,566)	(28,893)	(24,044)
Tax paid		(3,255,639)	(2,919,228)	(43,525)	(62,332)
Net cash provided by operating activities		36,202,936	41,269,475	218,868	135,090

The accompanying notes form an integral part of the interim financial statements.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CASH FLOWS (CONTINUED)
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2022
“UNAUDITED”

UNIT : THOUSAND BAHT

	NOTES	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		2022	2021	2022	2021
Cash flows from investing activities					
Interest received		86,683	119,949	310,630	142,839
Purchase of property, plant, equipment and other intangible assets other than goodwill		(14,454,909)	(10,993,326)	(34,994)	(14,963)
Proceed from sale of equipment		68,306	32,298	252	6,407
Payment of spectrum license	12	(3,473,800)	(8,818,800)	-	-
Net (increase) decrease in short-term loans to related parties	18	-	-	550,000	(8,130,000)
Net decrease in current investments		11,200	-	-	-
Increase in investments in a subsidiary	7	-	-	(1,000)	-
Dividends received		16,800	15,000	13,539,169	12,174,950
Net cash provided by (used in) investing activities		(17,745,720)	(19,644,879)	14,364,057	4,179,233
Cash flows from financing activities					
Finance costs paid		(1,678,625)	(1,875,503)	(84,345)	(35,027)
Lease liabilities paid	10	(6,109,624)	(5,860,175)	(73,233)	(56,817)
Net decrease in short-term borrowings from financial institutions	10	-	(4,900,000)	-	-
Net increase (decrease) in short-term borrowings from related parties	10, 18	-	-	(870,000)	290,000
Proceeds from long-term borrowings	10	5,700,000	8,000,000	-	6,500,000
Repayments of long-term borrowings from financial institutions	10	(5,974,886)	(7,490,580)	-	-
Repayments of long-term borrowings from a related party	10	(375,000)	-	-	-
Proceeds from issue of ordinary shares		-	-	25,846	35,087
Cash paid for purchase of a subsidiary from non-controlling interest		(51)	(880)	-	-
Dividends paid		(12,609,909)	(10,942,628)	(12,609,395)	(10,942,092)
Net cash used in financing activities		(21,048,095)	(23,069,766)	(13,611,127)	(4,208,849)
Effect of exchange rate changes on balances held in foreign currencies		(75)	(5,478)	-	-
Net increase (decrease) in cash and cash equivalents		(2,590,954)	(1,450,648)	971,798	105,474
Cash and cash equivalents as at January 1,		12,739,290	18,420,769	469,912	614,806
Cash and cash equivalents as at June 30,		10,148,336	16,970,121	1,441,710	720,280
Supplemental disclosures of cash flow information					
Non-cash transactions					
Outstanding debts arising from investments in capital expenditures, spectrum license and lease liabilities		138,203,943	153,203,077	141,619	201,102

The accompanying notes form an integral part of the interim financial statements.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

Notes	Contents
1.	Company operations and other general information
2.	Basis of preparation of the interim financial statements
3.	Specifically-designated bank deposits
4.	Trade and other current receivables
5.	Contract assets
6.	Other non-current financial assets
7.	Investments in subsidiaries
8.	Investments in joint ventures and an associate
9.	Capital expenditures
10.	Interest-bearing liabilities
11.	Trade and other current payables
12.	Spectrum licenses payable
13.	Share-based payment
14.	Segment financial information and disaggregation of revenue
15.	Tax expense
16.	Earnings per share
17.	Dividends
18.	Related parties
19.	Financial instruments
20.	Commitments with non-related parties
21.	Significant events, commercial disputes and litigations
22.	Events after the reporting period

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

These notes form an integral part of the interim financial statements.

The interim financial statements issued for Thai regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language statutory financial statements and were approved and authorised for issue by the Board of Directors on August 8, 2022.

1. COMPANY OPERATIONS AND OTHER 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.

As at June 30, 2022, Intouch Holdings Public Company Limited is a major shareholder, holding 40.44% (As at December 31, 2021: 40.44%) of the authorised share capital of the Company and is incorporated in Thailand and Singtel Strategic Investments Pte Ltd. is a shareholder, holding 23.31% (As at December 31, 2021: 23.31%) of the authorised share capital of the Company and is incorporated in Singapore.

The major principle business operations of the Company are to provide consulting and management services to its subsidiaries and the Company and its subsidiaries (the “Group”) are summarised as follows:

- 1) 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, dated 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), dated 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.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

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

On May 27, 2016, AWN was 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), dated June 30, 2016 at the bidding price of Baht 75,654 million. 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.

According to the auction terms and conditions, AWN paid the 1st installment of 11% of the fee plus VAT, totaling Baht 8,603 million on June 28, 2016 and submitted a bank guarantee to pay the remaining fee to the NBTC. For the 2nd installment and the 3rd installment of 5% of the fee plus VAT each were to be paid in the second year and the third year after the date of the first installment, and the remaining was to be paid in the fourth year.

On April 11, 2019, the National Council for Peace and Order (“NCPO”) issued NCPO Order No. 4/2562 that specified that The National Broadcasting and Telecommunications Commission (“NBTC”) shall consider dividing the total amount of auction payment which the licensees of 890-915 MHz/935-960 MHz are required to pay in ten installments, one payment per year, in equal amounts. Any licensee who cannot pay the spectrum auction fee according to their original payment term shall notify in writing to NBTC within 30 days from the date of the NCPO order becoming effective. However, the conditions specified in the NCPO order mentioned that the licensee is required to participate in the 700 MHz spectrum allocation which shall be allocated by NBTC.

On May 10, 2019, AWN submitted a letter to the Office of National Broadcasting and Telecommunications Commission (“Office of NBTC”) regarding the extension of the 900 MHz spectrum license payment period.

On June 19, 2019, AWN participated in the 700 MHz spectrum allocation by the Office of NBTC and was allocated one block of 700 MHz spectrum. Subsequently, AWN received a letter from the Office of NBTC confirming that AWN has complied with the conditions determined by NCPO Order No.4/2562. As a result, AWN is entitled to divide the payment for 900 MHz spectrum into ten installments, in equal amounts, as specified by NCPO Order No. 4/2562. AWN has remeasured the 900 MHz spectrum license payable as a result of the change in payment terms and participation in the 700 MHz spectrum allocation. The difference in the measurement of the 900 MHz spectrum license payable between the previous terms and conditions and the new terms and conditions was recognized as an unrealized adjustment in value of the spectrum license in the consolidated statement of financial position and recorded as part of the cost of spectrum license 700 MHz when AWN received the license on January 15, 2021.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

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

On August 19, 2018, 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 1740 MHz to 1745 MHz and 1835 MHz to 1840 MHz, nationwide in accordance with the license certificate (the “License”) No. NBTC/FREQ/TEL/55/1 (Addendum No.3), dated September 21, 2018. AWN started the operation commencing from September 24, 2018 to 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 700 MHz

On June 19, 2019, AWN has been allocated the frequency band 700 MHz from the Office of the National Broadcasting and Telecommunications Commission (“NBTC”) frequency between 723 MHz to 733 MHz and 778 MHz to 788 MHz for 15 years from January 15, 2021 to January 14, 2036 according to the terms and conditions in the notification of NBTC dated June 5, 2019. 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 2600 MHz

On February 19, 2020, 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 2500 MHz to 2600 MHz, nationwide in accordance with the license certificate (the “License”) No. NBTC/ FREQ/ TEL/ 55/ 1 (Addendum No.4), dated February 21, 2020. AWN started the operation commencing from February 21, 2020 to February 20, 2035 and AWN is obliged to comply with various conditions and pay fees within the time period as specified in the License.

Auction License of Spectrum for Telecommunications Service in the Frequency Band of 26 GHz

On February 18, 2021, 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 25.2 GHz to 26.4 GHz, nationwide in accordance with the license certificate (the “License”) No. FREQ/TEL/001, dated February 18, 2021. AWN started the operation commencing from February 18, 2021, ending February 17, 2036 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 700 MHz

On April 1, 2021, 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 733 MHz to 738 MHz and 788 MHz to 793 MHz, nationwide in accordance with the license certificate (the “License”) No. FREQ/TEL/001, dated April 1, 2021. AWN started the operation commencing from April 1, 2021, ending March 31, 2036 and AWN is obliged to comply with various conditions and pay fees within the time period as specified in the License.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

- 2) 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 national non-frequency business. The license certificate (the “License”) No. B1-N21331-0001-60, dated on March 20, 2017, will expire on March 19, 2032. In addition, SBN has been granted licenses from NBTC for the operation of television broadcasting service on several channels for the period of 1 - 8 years each. SBN is obliged to comply with various conditions and pay fees within the time period as specified in the License.
- 3) CS LoxInfo Public Company Limited (“CSL”), an indirect subsidiary, has been granted permission from the Office of the National Broadcasting and Telecommunications Commission (“NBTC”) under the Telecom Operation License type I, type II and type III to operate internet data centres, provide internet and satellite uplink- downlink services for domestic and international communications and distribute internet equipment.

According to the conditions specified by NBTC, provided that the authorized licensee is not in significant violation of the conditions specified in the license, NBTC will consider renewing the license as a normal procedure.

Details of subsidiaries, an associate and joint ventures as at June 30, 2022 and December 31, 2021 are as follows:

Name of the entities	Type of business	Country of incorporation	Ownership interest (%)	
			As at June 30, 2022	As at December 31, 2021
Subsidiaries				
Advanced Contact Center Company Limited	Service provider of call center	Thailand	99.99	99.99
Digital Phone Company Limited	Ceased mobile phone operation	Thailand	98.55	98.55
Advanced Magic Card Company Limited	Service provider of electronic payment network	Thailand	99.99	99.99
Advanced Mpay Company Limited	Service provider of electronic payment and cash card	Thailand	99.99	99.99
AIN GlobalComm Company Limited	Service provider of international telephone service/gateway	Thailand	99.99	99.99
Advanced Wireless Network Company Limited	Service provider of cellular telephone network, distributor of handsets and international telephone service, network operator, telecommunication service operator and internet	Thailand	99.99	99.99
Super Broadband Network Company Limited	Network operator and telecom service operator, including as service provider of broadcasting network and television broadcasting service several channels	Thailand	99.99	99.99
AIS Digital Life Company Limited	Service provider of digital platform	Thailand	99.99	99.99
Fax Lite Company Limited	Service provider of operation in space, land and building services, and related facilities	Thailand	99.98	99.98

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

Name of the entities	Type of business	Country of incorporation	Ownership interest (%)	
			As at June 30, 2022	As at December 31, 2021
MIMO Tech Company Limited	Developer of IT systems service provider of content aggregator and outsourcing service for billing and collection	Thailand	99.99	99.99
Advanced Broadband Network Company Limited	As a holding company	Thailand	99.99	99.99
Advanced Digital Distribution Company Limited	Service provider of insurance broker	Thailand	99.99	99.99
LearnDi Company Limited	Service provider of training	Thailand	99.99	99.99
AIS DC Venture Company Limited	As a holding company	Thailand	99.97	-
Indirect Subsidiaries				
Advanced Datanetwork Communications Company Limited	Under liquidation process	Thailand	51.00 ¹	51.00 ¹
CS LoxInfo Public Company Limited	Service provider of internet data center services, internet and satellite uplink-downlink services for domestic and international communications and distribute internet equipment.	Thailand	99.68	99.68
Teleinfo Media Public Company Limited	Service provider of publishing and advertising telephone directories	Thailand	99.99 ¹	99.99 ¹
AD Venture Public Company Limited	Service provider of mobile contents	Thailand	99.99 ¹	99.99 ¹
Yellow Pages Commerce Company Limited	Service provider of online advertising business	Thailand	99.94 ¹	99.94 ¹
Associate				
Information Highway Company Limited	Service provider of transmission network	Thailand	29.00 ¹	29.00 ¹
Joint Ventures				
Amata Network Company Limited	Service provider of infrastructure developer of fibre optic network	Thailand	60.00 ¹	60.00 ¹
Rabbit - Line Pay Company Limited	Service provider of electronic money and electronic payment service business	Thailand	33.33 ¹	33.33 ¹
Digital Games International Private Limited	Service provider of games online	Singapore	-	33.33 ¹
Saha Advance Network Company Limited	Service provider of infrastructure developer of fibre optic network	Thailand	70.00 ¹	70.00 ¹
AISCB Company Limited	Service provider of digital lending via online platform	Thailand	50.00	50.00

¹ % ownership interest in indirect subsidiaries, an associate and joint ventures are presented by ownership interest held by subsidiaries.

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.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

Coronavirus Disease 2019 Pandemic

The Coronavirus disease 2019 (“COVID-19”) pandemic is continuing to evolve, resulting in an economic slowdown and adversely impacting most businesses and industries. This situation may bring uncertainties and have an impact on the environment in which the Group and the Company operate. Nevertheless, the Group’s and the Company’s management will continue to monitor the ongoing development and regularly assess the financial impact in respect of valuation of assets, provisions and contingent liabilities.

2. BASIS OF PREPARATION OF THE INTERIM FINANCIAL STATEMENTS

The condensed interim financial statements are presented in the same format as the annual financial statements together with notes to the interim financial statements on a condensed basis (“interim financial statements”) in accordance with Thai Accounting Standard (TAS) No. 34 Interim Financial Reporting, guidelines promulgated by the Federation of Accounting Professions and applicable rules and regulations of the Thai Securities and Exchange Commission. The interim financial statements focus on new activities, events and circumstances to avoid repetition of information previously reported in annual financial statements. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company and its subsidiaries for the year ended December 31, 2021.

In preparing these interim financial statements, judgements and estimates are made by management in applying the Group’s accounting policies. Actual results may differ from these estimates. The accounting policies, methods of computation and the key sources of estimation uncertainty were the same as those that described in the financial statements for the year ended December 31, 2021.

3. 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 received from customers which cannot be used for other purposes apart from payments to service providers in the consolidated financial statements as at June 30, 2022 amounting to Baht 1,020 million (As at December 31, 2021: Baht 1,381 million).

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

4. TRADE AND OTHER CURRENT RECEIVABLES

Trade and other current receivables as at June 30, 2022 and December 31, 2021 are as follows:

		Unit: Million Baht	
Note		Consolidated financial statements	Separate financial statements
		As at June 30, 2022	As at December 31, 2021
Trade receivables			
Related parties:	18		
Trade receivables		70	83
Accrued income		25	60
		<u>95</u>	<u>143</u>
Other parties:			
Trade receivables		10,776	10,064
Accrued income		6,898	6,689
		<u>17,674</u>	<u>16,753</u>
Total trade receivables		<u>17,769</u>	<u>16,896</u>
<u>Less</u> Allowance for expected credit losses		<u>(1,686)</u>	<u>(1,677)</u>
Trade receivables - net		<u>16,083</u>	<u>15,219</u>
Other receivables	18		
Prepaid expense		1,252	1,093
Account receivable - cash card/ refill on mobile		37	53
Value-added tax receivable		224	170
Others	18	41	17
Total other receivables		<u>1,554</u>	<u>1,333</u>
Total trade and other current receivables		<u>17,637</u>	<u>16,552</u>
		Unit: Million Baht	
		Consolidated financial statements	Separate financial statements
		2022	2021
(Reversal of) Expected credit loss			
for the three-month period ended June 30,		507	421
for the six-month period ended June 30,		<u>982</u>	<u>891</u>
		<u>(2)</u>	<u>(2)</u>
		<u>(4)</u>	<u>(5)</u>

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

Aging analysis for trade receivables are as follows:

	Consolidated		Unit: Million Baht	
	financial statements		Separate	
	As at	As at	As at	As at
	June 30,	December 31,	June 30,	December 31,
	2022	2021	2022	2021
Related parties				
Current - overdue 3 months	87	127	38	216
Overdue 3 - 6 months	2	6	16	-
Overdue 6 - 12 months	1	5	-	-
Overdue over 12 months	5	5	-	-
	<u>95</u>	<u>143</u>	<u>54</u>	<u>216</u>
Other parties				
Current - overdue 3 months	16,144	15,439	-	-
Overdue 3 - 6 months	671	745	-	-
Overdue 6 - 12 months	516	288	-	-
Overdue over 12 months	343	281	103	103
	<u>17,674</u>	<u>16,753</u>	<u>103</u>	<u>103</u>
<u>Less</u> Allowance for expected credit losses	<u>(1,686)</u>	<u>(1,677)</u>	<u>(95)</u>	<u>(95)</u>
	<u>15,988</u>	<u>15,076</u>	<u>8</u>	<u>8</u>
Trade receivables - net	<u>16,083</u>	<u>15,219</u>	<u>62</u>	<u>224</u>

The normal credit term granted by the Group and the Company ranges from 14 days to 120 days.

5. CONTRACT ASSETS

Contract assets as at June 30, 2022 and December 31, 2021 are as follows: (Separate financial statements: Nil)

	Unit: Million Baht	
	Consolidated	
	As at	As at
	June 30,	December 31,
	2022	2021
Current assets		
Sales of device and monthly service contract	2,470	2,100
<u>Less</u> Allowance for expected credit losses	<u>(287)</u>	<u>(280)</u>
Contract assets - net	<u>2,183</u>	<u>1,820</u>

	Unit: Million Baht	
	Consolidated	
	2022	2021
Loss on assets for terminated contracts		
for the three-month period ended June 30,	<u>21</u>	<u>6</u>
for the six-month period ended June 30,	<u>81</u>	<u>9</u>

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

Contract assets are from sales of devices and monthly service contracts with customers. The contract assets arise from price allocations to device sales which are recognised as revenues at the point in time when the Group transfers control of the device to customers. Contract assets will decrease as monthly service payments are received. Monthly network services are recognised as revenues over time or a percentage of completion basis.

Contract assets in respect of contracts which are terminated or expected to be terminated before the end of the contract period are reduced and recognised as losses from terminated contracts.

6. OTHER NON-CURRENT FINANCIAL ASSETS

Other non-current financial assets as at June 30, 2022 and December 31, 2021 are as follows:

	Consolidated		Unit: Million Baht	
	financial statements		Separate	
	As at	As at	As at	As at
	June 30,	December 31,	June 30,	December 31,
	2022	2021	2022	2021
Investment in equity securities measured at fair value through other comprehensive income	201	101	63	63
Interest rate swap	122	9	-	-
Total	323	110	63	63

Equity securities are measured by using market comparison technique and the net asset value as of the reporting date.

7. INVESTMENTS IN SUBSIDIARIES

Movements in investments in subsidiaries for the six-month period ended June 30, are as follows:

	Unit: Million Baht	
	Separate	
	financial statements	
	2022	2021
Subsidiaries		
Balance as at January 1,	37,354	33,819
Dividends received during the periods	(13,539)	(12,175)
Share of profit of subsidiaries accounted for using equity method	12,396	13,389
Share of other comprehensive gain of subsidiaries accounted for using equity method	568	233
Investment in share capital of a new subsidiary	1	-
As at June 30,	36,780	35,266

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

Invested in share capital of a new subsidiary

AIS DC Venture Co., Ltd.

On June 9, 2022, the Board of Directors of the Company passed a resolution to approve the establishment of AIS DC Venture Co., Ltd. as a new holding company. The registered capital is 10,000 ordinary shares with a par value of Baht 100 each, totaling Baht 1 million. The Company invested Baht 999,700 or 99.97% in the new subsidiary. The subsidiary has already registered its receipt of share subscription with the Department of Business Development, the Ministry of Commerce on June 30, 2022.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

Investments in subsidiaries as at June 30, 2022 and December 31, 2021 and dividend received for the six-month period ended June 30, are as follows:

	Unit: Million Baht									
	Ownership interest		Paid-up capital		Separate financial statement Cost		Investment as equity method		Dividend received	
	As at	As at	As at	As at	As at	As at	As at	As at	for the six-month	
	June 30,	December 31,	June 30,	December 31,	June 30,	December 31,	June 30,	December 31,	period ended June 30,	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
	%	%								
Subsidiaries										
Advanced Contact Center Co., Ltd.	99.99	99.99	272	272	811	811	409	509	188	126
Digital Phone Co., Ltd.	98.55	98.55	914	914	10,226	10,226	4,181	4,179	-	-
Advanced Magic Card Co., Ltd.	99.99	99.99	250	250	250	250	277	277	-	-
Advanced Mpay Co., Ltd.	99.99	99.99	300	300	336	336	1,015	1,051	485	364
AIN GlobalComm Co., Ltd.	99.99	99.99	100	100	100	100	119	122	-	8
Advanced Wireless Network Co., Ltd.	99.99	99.99	1,350	1,350	1,485	1,485	25,528	24,184	6,429	5,473
Super Broadband Network Co., Ltd.	99.99	99.99	300	300	300	300	1,999	2,271	1,938	1,762
AIS Digital Life Co., Ltd.	99.99	99.99	50	50	50	50	(89)	(114)	-	63
Fax Lite Co., Ltd.	99.98	99.98	1	1	1	1	2,366	2,523	2,516	2,633
MIMO Tech Co., Ltd.	99.99	99.99	50	50	50	50	702	2,120	1,983	1,746
Advanced Broadband Network Co., Ltd.	99.99	99.99	100	100	100	100	239	211	-	-
Advanced Digital Distribution Co., Ltd.	99.99	99.99	5	5	5	5	20	16	-	-
LearnDi Co., Ltd.	99.99	99.99	1	1	1	1	13	5	-	-
AIS DC Venture Co., Ltd.	99.97	-	1	-	1	-	1	-	-	-
Total					<u>13,716</u>	<u>13,715</u>	<u>36,780</u>	<u>37,354</u>	<u>13,539</u>	<u>12,175</u>

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

8. INVESTMENTS IN JOINT VENTURES AND AN ASSOCIATE

Movements in investments in an associate in the consolidated financial statements for the six-month period ended June 30, are as follows: (Separate financial statements: Nil)

	Unit: Million Baht	
	Consolidated	
	financial statements	
	2022	2021
As at January 1,	35	32
Share of profit of associate accounted for using equity method	4	2
As at June 30,	<u>39</u>	<u>34</u>

For the three-month and six-month periods ended June 30, 2022 and 2021, the Group has no purchase and sale transactions of investment in an associate.

Movements in investment in joint ventures in the consolidated financial statements and separate financial statements for the six-month period ended June 30, are as follows:

	Unit: Million Baht	
	Consolidated	
	financial statements	
	2022	2021
As at January 1,	948	799
Disposal of investments	(42)	-
Dividend paid	(16)	(15)
Currency conversion	(10)	5
Share of loss of joint ventures accounted for using equity method	(26)	(95)
As at June 30,	<u>854</u>	<u>694</u>

During the first quarter ended March 31, 2022, AIS Digital Life Company Limited (“ADL”), a subsidiary holding a 33.33% interest in Digital Games International Private Limited (“DGI”), a company incorporated in Singapore, entered into a Share Sales & Purchase Agreement (“SPA”) to swap 51% of its holding of DGI’s shares with iCANDY Interactive Ltd (“iCandy”), a company incorporated in Australia. As a result, ADL now holds 4,900,000 DGI shares representing a 16.33% interest in the issued share capital of DGI, and holds 21,170,374 iCandy shares representing a 1.68% interest in the issued share capital of iCandy. As a result, the Group has ceased to equity account for its interest in DGI and as at June 30, 2022, the investments in DGI and iCandy are recognised as investments in equity securities measured at fair value through other comprehensive income (FVOCI).

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

9. CAPITAL EXPENDITURES

Movements in capital expenditures for the six-month period ended June 30, are as follows:

As at June 30, 2022

Unit: Million Baht

	Consolidated financial statements				Balance as at June 30, 2022
	Balance as at January 1, 2022	Increase	Decrease	Transfer/ Other	
Cost:					
Property, plant and equipment	291,101	16,954	(1,377)	(58)	306,620
Right-of-use assets	72,576	3,196	(1,861)	-	73,911
Other intangible assets other than goodwill	20,571	4,713	(11)	58	25,331
Spectrum licenses	186,459	-	-	-	186,459
Total	<u>570,707</u>	<u>24,863</u>	<u>(3,249)</u>	<u>-</u>	<u>592,321</u>
Accumulated depreciation, amortisation and allowance for unused equipment:					
Plant and equipment	(173,257)	(18,403)	1,127	-	(190,533)
Right-of-use assets	(22,002)	(6,571)	1,707	-	(26,866)
Other intangible assets other than goodwill	(9,707)	(1,093)	1	-	(10,799)
Spectrum licenses	(54,684)	(5,956)	-	-	(60,640)
Total	<u>(259,650)</u>	<u>(32,023)</u>	<u>2,835</u>	<u>-</u>	<u>(288,838)</u>
Net book value:					
Property, plant and equipment	117,844				116,087
Right-of-use assets	50,574				47,045
Other intangible assets other than goodwill	10,864				14,532
Spectrum licenses	131,775				125,819
Total	<u>311,057</u>				<u>303,483</u>

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

As at June 30, 2021

Unit: Million Baht

	Consolidated financial statements				
	Balance as at January 1, 2021	Increase	Decrease	Transfer/ Other	Balance as at June 30, 2021
Cost:					
Property, plant and equipment	269,653	8,526	(338)	(7)	277,834
Right-of-use assets	70,503	2,365	(1,024)	-	71,844
Other intangible assets other than goodwill	14,963	3,066	(3)	7	18,033
Spectrum licenses	153,227	33,232	-	-	186,459
Total	<u>508,346</u>	<u>47,189</u>	<u>(1,365)</u>	<u>-</u>	<u>554,170</u>
Accumulated depreciation, amortisation and allowance for unused equipment:					
Plant and equipment	(147,135)	(13,825)	310	-	(160,650)
Right-of-use assets	(11,780)	(6,385)	1,012	-	(17,153)
Other intangible assets other than goodwill	(7,840)	(878)	-	-	(8,718)
Spectrum licenses	(43,008)	(5,622)	-	-	(48,630)
Total	<u>(209,763)</u>	<u>(26,710)</u>	<u>1,322</u>	<u>-</u>	<u>(235,151)</u>
Net book value:					
Property, plant and equipment	122,518				117,184
Right-of-use assets	58,723				54,691
Other intangible assets other than goodwill	7,123				9,315
Spectrum licenses	110,219				137,829
Total	<u>298,583</u>				<u>319,019</u>
Depreciation, amortisation and allowance for unused equipment for the six-month period ended June 30,					
2022				Million Baht	<u>26,890*</u>
2021				Million Baht	<u>26,696*</u>

*During the six-month period ended June 30, 2022, the Group received reductions in lease payments to lessors for the impacts from COVID - 19 outbreak amounting to Baht 7 million (*June 30, 2021: Baht 14 million*). The Group reversed depreciation of right-of-use assets and interest on lease liabilities recognized in each period in proportion to the reduction, with any differences then recognized in profit or loss.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

As at June 30, 2022

		Separate financial statements		Unit: Million Baht
	Balance as at January 1, 2022	Increase	Decrease	Balance as at June 30, 2022
Cost:				
Property, plant and equipment	1,024	38	(24)	1,038
Right-of use assets	409	12	(4)	417
Other intangible assets other than goodwill	326	-	-	326
Total	1,759	50	(28)	1,781
Accumulated depreciation and amortisation:				
Plant and equipment	(955)	(13)	24	(944)
Right-of use assets	(220)	(68)	3	(285)
Other intangible assets other than goodwill	(320)	-	-	(320)
Total	(1,495)	(81)	27	(1,549)
Net book value:				
Property, plant and equipment	69			94
Right-of use assets	189			132
Other intangible assets other than goodwill	6			6
Total	264			232

As at June 30, 2021

		Separate financial statements		Unit: Million Baht
	Balance as at January 1, 2021	Increase	Decrease	Balance as at June 30, 2021
Cost:				
Property, plant and equipment	1,042	17	(21)	1,038
Right-of use assets	346	18	(4)	360
Other intangible assets other than goodwill	323	4	-	327
Total	1,711	39	(25)	1,725
Accumulated depreciation and amortisation:				
Plant and equipment	(986)	(10)	16	(980)
Right-of use assets	(120)	(56)	4	(172)
Other intangible assets other than goodwill	(317)	(2)	-	(319)
Total	(1,423)	(68)	20	(1,471)
Net book value:				
Property, plant and equipment	56			58
Right-of use assets	226			188
Other intangible assets other than goodwill	6			8
Total	288			254

Depreciation and amortisation for the six-month period ended June 30,

2022

Million Baht

81

2021

Million Baht

68

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

The costs of spectrum licenses are initially recognised at cash equivalent price based on the present value of their acquisition cost.

10. INTEREST-BEARING LIABILITIES

Interest-bearing liabilities as at June 30, 2022 and December 31, 2021 are as follows:

	Note	Consolidated financial statements		Unit: Million Baht Separate financial statements	
		As at June 30, 2022	As at December 31, 2021	As at June 30, 2022	As at December 31, 2021
Current					
Current portion of long-term liabilities					
- Current portion of long-term borrowings from financial institution		11,731	13,382	-	-
- Current portion of long-term borrowings from a related party	18	750	750	-	-
- Current portion of long-term debentures	18	7,819	-	-	-
Total current portion of long-term liabilities		20,300	14,132	-	-
Current portion of lease liabilities	18	11,330	10,537	102	146
Short-term borrowings from related parties	18	-	-	4,970	5,840
Total current		31,630	24,669	5,072	5,986
Non-current					
Long-term liabilities					
- Long-term borrowings from financial institution - net		23,718	22,333	-	-
- Long-term borrowing from a related party - net	18	13,874	14,249	-	-
- Long-term debentures - net	18	29,298	37,114	6,493	6,493
Total long-term liabilities		66,890	73,696	6,493	6,493
Lease liabilities - net	18	36,725	40,598	33	50
Total non-current		103,615	114,294	6,526	6,543
Total		135,245	138,963	11,598	12,529

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

As at June 30, 2022 and December 31, 2021, the Group had no undrawn long-term borrowing credit facilities.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

The carrying amounts (gross of issue costs) and fair values of long-term debentures as at June 30, 2022 and December 31, 2021 are as follows:

	Unit: Million Baht			
	Consolidated financial statements			
	Carrying amount		Fair values*	
	As at June 30, 2022	As at December 31, 2021	As at June 30, 2022	As at December 31, 2021
Long-term debentures	37,138	37,138	37,333	38,762

	Unit: Million Baht			
	Separate financial statements			
	Carrying amount		Fair values*	
	As at June 30, 2022	As at December 31, 2021	As at June 30, 2022	As at December 31, 2021
Long-term debentures	6,500	6,500	6,145	6,534

* 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.

Movements of interest-bearing liabilities for the six-month period ended June 30, are as follows:

	Consolidated financial statements				Unit: Million Baht
	Long-term borrowings from financial institutions	Long-term borrowing from a related party	Long-term debentures	Lease liabilities	Total
As at January 1, 2022	35,715	14,999	37,114	51,135	138,963
Cash flows items:					
Addition	5,700	-	-	-	5,700
Repayments	(5,975)	(375)	-	(6,110)	(12,460)
Total cash flows items	(275)	(375)	-	(6,110)	(6,760)
Non-cash changes items:					
Addition	-	-	-	3,189	3,189
Terminate	-	-	-	(154)	(154)
Unrealised gain on foreign exchange rate	-	-	-	(5)	(5)
Amortisation as expenses	9	-	3	-	12
Total non-cash changes items	9	-	3	3,030	3,042
As at June 30, 2022	35,449	14,624	37,117	48,055	135,245

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

	Consolidated financial statements					Unit: Million Baht
	Short-term borrowings from financial institutions	Long-term borrowings from financial institutions	Long-term borrowing from a related party	Long-term debentures	Lease liabilities	Total
As at January 1, 2021	4,900	45,757	14,999	32,393	58,364	156,413
Cash flows items:						
Addition	2,000	1,500	-	6,500	-	10,000
Repayments	(6,900)	(5,714)	-	(1,776)	(5,861)	(20,251)
Borrowing cost	-	(23)	-	(8)	-	(31)
Total cash flows items	<u>(4,900)</u>	<u>(4,237)</u>	<u>-</u>	<u>4,716</u>	<u>(5,861)</u>	<u>(10,282)</u>
Non-cash changes items:						
Addition	-	-	-	-	2,356	2,356
Terminate	-	-	-	-	(7)	(7)
Unrealised loss on foreign exchange rate	-	-	-	-	6	6
Amortisation as expenses	-	6	-	2	-	8
Total non-cash changes items	<u>-</u>	<u>6</u>	<u>-</u>	<u>2</u>	<u>2,355</u>	<u>2,363</u>
As at June 30, 2021	<u>-</u>	<u>41,526</u>	<u>14,999</u>	<u>37,111</u>	<u>54,858</u>	<u>148,494</u>

	Separate financial statements			Unit: Million Baht
	Short-term borrowings from related parties	Long-term debentures	Lease liabilities	Total
As at January 1, 2022	5,840	6,493	196	12,529
Cash flows items:				
Addition	800	-	-	800
Repayments	(1,670)	-	(73)	(1,743)
Total cash flows items	<u>(870)</u>	<u>-</u>	<u>(73)</u>	<u>(943)</u>
Non-cash changes items:				
Addition	-	-	12	12
Total non-cash changes items	<u>-</u>	<u>-</u>	<u>12</u>	<u>12</u>
As at June 30, 2022	<u>4,970</u>	<u>6,493</u>	<u>135</u>	<u>11,598</u>

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

	Unit: Million Baht			
	Short-term borrowings from related parties	Separate financial statements Long-term debentures	Lease liabilities	Total
As at January 1, 2021	5,080	-	235	5,315
Cash flows items:				
Addition	1,390	6,500	-	7,890
Repayments	(1,100)	-	(56)	(1,156)
Borrowing cost	-	(8)	-	(8)
Total cash flows items	290	6,492	(56)	6,726
Non-cash changes items:				
Addition	-	-	18	18
Total non-cash changes items	-	-	18	18
As at June 30, 2021	5,370	6,492	197	12,059

11. TRADE AND OTHER CURRENT PAYABLES

Trade and other current payables as at June 30, 2022 and December 31, 2021 are as follows:

		Unit: Million Baht			
		Consolidated financial statements		Separate financial statements	
	Note	As at June 30, 2022	As at December 31, 2021	As at June 30, 2022	As at December 31, 2021
Trade payables					
Related parties	18	38	116	22	62
Other parties		28,821	26,629	36	29
Total		<u>28,859</u>	<u>26,745</u>	<u>58</u>	<u>91</u>
Other payables	18	16,038	18,310	2,610	2,687
Total trade and other current payables		<u>44,897</u>	<u>45,055</u>	<u>2,668</u>	<u>2,778</u>

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

12. SPECTRUM LICENSES PAYABLE

Spectrum licenses payable in the consolidated financial statements as at June 30, 2022 and December 31, 2021 are as follows: (Separate financial statements: Nil)

		Unit: Million Baht	
		Consolidated	
		financial statements	
	Note	As at June 30, 2022	As at December 31, 2021
Spectrum licenses payable are as follow:			
- License certificate for 900 MHz	1	28,965	28,563
- License certificate for 2600 MHz	1	15,662	15,485
- License certificate for 700 MHz (Allocated License)	1	12,669	14,259
- License certificate for 700 MHz (Auction License)	1	12,450	14,012
		<hr/> 69,746	<hr/> 72,319
<u>Less</u> current portion of spectrum licenses payable		(10,966)	(10,903)
Spectrum licenses payable		<hr/> 58,780	<hr/> 61,416

Movements in spectrum licenses payable in the consolidated financial statements for the six-month period ended June 30, are as follows: (Separate financial statements: Nil)

		Unit: Million Baht	
		Consolidated	
		financial statements	
		2022	2021
As at January 1,		72,319	53,449
Addition		-	36,486
Payments		(3,474)	(8,819)
Amortisation of deferred interest expense		901	952
As at June 30,		<hr/> 69,746	<hr/> 82,068

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

13. SHARE-BASED PAYMENT

The performance share plan

Grant V

In March 2017, the Annual General Meeting of Shareholders No.1/2017 approved the issue of 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 qualified for the Performance share plan (“ESOP-Grant V”). Significant information in respect of the warrants is as follows:

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

Movements in the number of outstanding warrants for the six-month period ended June 30, 2022 are as follows:

	As at January 1, 2022	Transaction during the period			Unit: Thousand units As at June 30, 2022
		Issued	Exercised	Expired	
ESOP - Grant V					
- Directors	39	-	(25)	(14)	-
- Employees	446	-	(259)	(187)	-
Total	<u>485</u>	<u>-</u>	<u>(284)</u>	<u>(201)</u>	<u>-</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 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%

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

For the three-month and six-month periods ended June 30, 2022, the Group and the Company recognised share-based payment expense amounting to Baht 1 million and Baht 2 million, respectively, in the consolidated and separate financial statements (For the three-month and six-month periods ended June 30, 2021: Baht 3 million and Baht 6 million, respectively).

On June 2, 2021, the Company registered its increase in share capital with the Department of Business Development, Ministry of Commerce of 371,478 ordinary shares at a par value of Baht 1 each resulting from the exercise of warrants offered to directors and employees of the Group and the Company for 371,478 units for which the exercise price of the warrant is Baht 166.588 and Baht 160.434 per share. The increase in share capital resulted in increases in paid-up share capital and share premium of Baht 371,478 and Baht 60 million, respectively.

On June 2, 2022, the Company registered its increase in share capital with the Department of Business Development, Ministry of Commerce of 283,945 ordinary shares at a par value of Baht 1 each resulting from the exercise of warrants offered to directors and employees of the Group and the Company for 283,945 units for which the exercise price of the warrant is Baht 160.434 per share. The increase in share capital resulted in increases in paid-up share capital and share premium of Baht 283,945 and Baht 45 million, respectively.

14. SEGMENT FINANCIAL INFORMATION AND DISAGGREGATION OF REVENUE

The Group comprises the following operating segments:

Segment 1	Mobile phone services
Segment 2	Mobile phone and equipment sales
Segment 3	Datanet and broadband services

Information about reportable segments

Performance for the three-month period ended June 30,

	Mobile phone services		Mobile phone and equipment sales		Datanet and broadband services		Unit: Million Baht Total reportable segments	
	2022	2021	2022	2021	2022	2021	2022	2021
External revenue	33,046	32,802	8,706	6,918	3,521	3,037	45,273	42,757
Segment profit (loss)								
before income								
tax expense	7,222	8,015	(487)	(22)	1,038	619	7,773	8,612

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

Performance for the six-month period ended June 30,

	Mobile phone services		Mobile phone and equipment sales		Datanet and broadband services		Unit: Million Baht Total reportable segments	
	2022	2021	2022	2021	2022	2021	2022	2021
External revenue	65,717	66,353	17,915	16,402	6,920	5,863	90,552	88,618
Segment profit (loss) before income tax expense	14,326	15,905	(737)	(623)	2,039	1,452	15,628	16,734

Reportable assets as at June 30, 2022 and December 31, 2021, are as follows:

	Mobile phone services		Mobile phone and equipment sales		Datanet and broadband services		Unit: Million Baht Total reportable segments	
	As at June 30, 2022	As at December 31, 2021	As at June 30, 2022	As at December 31, 2021	As at June 30, 2022	As at December 31, 2021	As at June 30, 2022	As at December 31, 2021
Segment assets	323,924	335,289	10,871	6,648	14,722	14,285	349,517	356,222

Revenue

Disaggregation of revenue

The Group recognises revenue from the sale of goods and rendering of services to customers at a point in time and over time by type of goods or main services. The disclosure of segment financial information and disaggregation of revenue for the three-month and six-month periods ended June 30, are as follows:

For the three-month period ended June 30,

		2022	Unit: Million Baht 2021
External revenue			
Segment 1	- Mobile phone services	33,046	32,802
Segment 2	- Mobile phone and equipment sales	8,706	6,918
Segment 3	- Datanet and broadband services	3,521	3,037
Total		45,273	42,757

Timing of revenue recognition

Point in time

Segment 2	- Mobile phone and equipment sales	8,706	6,918
Segment 3	- Datanet and broadband services	80	198
		8,786	7,116

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

		2022	Unit: Million Baht 2021
Over time			
Segment 1	- Mobile phone services	33,046	32,802
Segment 3	- Datanet and broadband services	3,441	2,839
		<u>36,487</u>	<u>35,641</u>
Total		<u>45,273</u>	<u>42,757</u>

For the six-month period ended June 30,

		2022	Unit: Million Baht 2021
External revenue			
Segment 1	- Mobile phone services	65,717	66,353
Segment 2	- Mobile phone and equipment sales	17,915	16,402
Segment 3	- Datanet and broadband services	6,920	5,863
Total		<u>90,552</u>	<u>88,618</u>

Timing of revenue recognition

Point in time

Segment 2	- Mobile phone and equipment sales	17,915	16,402
Segment 3	- Datanet and broadband services	141	400
		<u>18,056</u>	<u>16,802</u>

Over time

Segment 1	- Mobile phone services	65,717	66,353
Segment 3	- Datanet and broadband services	6,779	5,463
		<u>72,496</u>	<u>71,816</u>
Total		<u>90,552</u>	<u>88,618</u>

15. TAX EXPENSE

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 rates in respect of operations for the three-month and six-month periods ended June 30, 2022 for the Group are 18.88% and 19.26%, respectively, and the Company are 0.40% and 0.37%, respectively (For the three-month and six-month periods ended June 30, 2021: the Group were 18.24% and 18.21%, respectively, and the Company were 0.45% and 0.44%, respectively). These changes in the separate financial statement’s effective tax rate were caused mainly by income which is not subjected to tax.

16. EARNINGS PER SHARE

Basic earnings per share

The calculation of basic earnings per share for the three-month and six-month periods ended June 30, 2022 and 2021 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, as follows:

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

For the three-month periods ended June 30,

	(in million Baht / million shares)			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Profit attributable to ordinary shareholders of the Company (basic)	6,305	7,041	6,305	7,041
Weighted average number of ordinary shares outstanding (basic)	2,974	2,974	2,974	2,974
Earnings per share (basic) (in Baht)	2.12	2.37	2.12	2.37

For the six-month periods ended June 30,

	(in million Baht / million shares)			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Profit attributable to ordinary shareholders of the Company (basic)	12,616	13,685	12,616	13,685
Weighted average number of ordinary shares outstanding (basic)	2,974	2,974	2,974	2,974
Earnings per share (basic) (in Baht)	4.24	4.60	4.24	4.60

Diluted earnings per share

The calculation of diluted earnings per share for the three-month and six-month periods ended June 30, 2022 and 2021 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, as follows:

For the three-month periods ended June 30,

	(in million Baht / million shares)			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Profit attributable to equity holders of the Company (basic)	6,305	7,041	6,305	7,041
Profit attributable to equity holders of the Company (diluted)	6,305	7,041	6,305	7,041
Weighted average number of ordinary shares outstanding (basic)	2,974	2,974	2,974	2,974
Weighted average number of ordinary shares outstanding (diluted)	2,974	2,974	2,974	2,974
Earnings per share (diluted) (in Baht)	2.12	2.37	2.12	2.37

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

For the six-month periods ended June 30,

	(in million Baht / million shares)			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Profit attributable to equity holders of the Company (basic)	12,616	13,685	12,616	13,685
Profit attributable to equity holders of the Company (diluted)	<u>12,616</u>	<u>13,685</u>	<u>12,616</u>	<u>13,685</u>
Weighted average number of ordinary shares outstanding (basic)	2,974	2,974	2,974	2,974
Weighted average number of ordinary shares outstanding (diluted)	<u>2,974</u>	<u>2,974</u>	<u>2,974</u>	<u>2,974</u>
Earnings per share (diluted) (in Baht)	<u>4.24</u>	<u>4.60</u>	<u>4.24</u>	<u>4.60</u>

17. DIVIDENDS

At the Annual General Meeting of the Shareholders of the Company held on March 29, 2021, the shareholders approved the appropriation of dividend of Baht 6.92 per share. The Company paid an interim dividend at the rate of Baht 3.24 per share on September 3, 2020, therefore the remaining dividend to be paid was Baht 3.68 per share, amounting to Baht 10,942 million. The dividend was paid to shareholders on April 20, 2021.

On August 3, 2021, the Board of Director’s meeting approved the declaration of an interim dividend of Baht 3.45 per share, amounting to Baht 10,260 million. The interim dividend was paid to the shareholders on September 1, 2021.

At the Annual General Meeting of the Shareholders of the Company held on March 24, 2022, the shareholders approved the appropriation of dividend of Baht 7.69 per share. The Company paid an interim dividend at the rate of Baht 3.45 per share on September 1, 2021, therefore the remaining dividend to be paid was Baht 4.24 per share, amounting to Baht 12,609 million. The dividend was paid to shareholders on April 19, 2022.

18. 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 is based on the level of effort incurred or time spent by the Company to serve the counter parties.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

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

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

Significant transactions with related parties for the three-month and six-month periods ended June 30, are as follows:

For the three-month period ended June 30,

	Consolidated financial statements		Unit: Million Baht Separate financial statements	
	2022	2021	2022	2021
Revenue from rendering of services and equipment rentals				
Subsidiaries	-	-	466	452
INTOUCH Group	11	6	-	1
Singtel Group	70	4	-	-
Joint Ventures	1	1	-	-
Other related party	43	59	-	-
Total	125	70	466	453
Dividend received from				
Joint Ventures	17	15	-	-
Interest income				
Subsidiaries	-	-	120	110
Joint Ventures	1	-	-	-
Total	1	-	120	110
Other income				
Subsidiaries	-	-	6	17
Joint Ventures	2	2	-	-
Total	2	2	6	17

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

	Consolidated		Unit: Million Baht	
	financial statements		Separate	
	2022	2021	2022	2021
Rental and other service expenses				
Subsidiaries	-	-	12	11
INTOUCH Group	11	13	-	1
Singtel Group	48	55	-	-
Associate	17	18	-	-
Joint Ventures	18	14	-	-
Other related parties	-	2	-	-
Total	94	102	12	12
Management benefit expenses				
Short-term employee benefit	28	37	28	37
Purchase of property and other assets				
INTOUCH Group	-	2	-	-
Finance costs				
Subsidiaries	-	-	6	6
INTOUCH Group	-	1	-	-
Associate	2	2	-	-
Other related parties	80	76	1	-
Total	82	79	7	6

For the six-month period ended June 30,

	Consolidated		Unit: Million Baht	
	financial statements		Separate	
	2022	2021	2022	2021
Revenue from rendering of services and equipment rentals				
Subsidiaries	-	-	918	903
INTOUCH Group	21	15	-	1
Singtel Group	94	8	-	-
Joint Ventures	1	1	-	-
Other related parties	112	116	-	-
Total	228	140	918	904
Dividend received from				
Subsidiaries	-	-	13,539	12,175
Joint Ventures	17	15	-	-
Total	17	15	13,539	12,175
Interest income				
Subsidiaries	-	-	238	171
Joint Ventures	2	-	-	-
Total	2	-	238	171

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

	Consolidated		Unit: Million Baht	
	financial statements		Separate	
	2022	2021	2022	2021
Other income				
Subsidiaries	-	-	29	32
INTOUCH Group	-	12	-	-
Joint Ventures	4	4	-	-
Total	<u>4</u>	<u>16</u>	<u>29</u>	<u>32</u>
Rental and other service expenses				
Subsidiaries	-	-	25	20
INTOUCH Group	26	38	1	2
Singtel Group	75	110	-	-
Associate	35	36	-	-
Joint Ventures	36	30	-	-
Other related parties	1	3	-	-
Total	<u>173</u>	<u>217</u>	<u>26</u>	<u>22</u>
Advertising expense				
INTOUCH Group	1	-	-	-
Total	<u>1</u>	<u>-</u>	<u>-</u>	<u>-</u>
Management benefit expenses				
Short-term employee benefit	68	81	68	81
Share-based payment	-	1	-	1
Total	<u>68</u>	<u>82</u>	<u>68</u>	<u>82</u>
Purchase of property and other assets				
INTOUCH Group	<u>-</u>	<u>5</u>	<u>-</u>	<u>3</u>
Finance costs				
Subsidiaries	-	-	14	13
INTOUCH Group	-	1	-	-
Associate	4	5	-	-
Other related parties	155	153	1	-
Total	<u>159</u>	<u>159</u>	<u>15</u>	<u>13</u>
Dividend paid to				
INTOUCH	5,099	4,426	5,099	4,426
Singtel	2,939	2,552	2,939	2,552
Total	<u>8,038</u>	<u>6,978</u>	<u>8,038</u>	<u>6,978</u>

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

Balances with related parties as at June 30, 2022 and December 31, 2021 are as follows:

	Consolidated financial statements		Unit: Million Baht Separate financial statements	
	As at June 30, 2022	As at December 31, 2021	As at June 30, 2022	As at December 31, 2021
Cash and cash equivalents				
- Bank deposit				
Other related parties	<u>125</u>	<u>203</u>	<u>1</u>	<u>1</u>
Trade and other current receivables				
Trade receivables				
Subsidiaries	-	-	18	210
INTOUCH Group	15	32	-	-
Singtel Group	10	14	-	1
Joint Ventures	1	2	-	-
Other related parties	<u>44</u>	<u>35</u>	<u>-</u>	<u>-</u>
Total	<u>70</u>	<u>83</u>	<u>18</u>	<u>211</u>
Accrued income				
Subsidiaries	-	-	36	5
INTOUCH Group	2	2	-	-
Singtel Group	-	8	-	-
Other related parties	<u>23</u>	<u>50</u>	<u>-</u>	<u>-</u>
Total	<u>25</u>	<u>60</u>	<u>36</u>	<u>5</u>
Total trade receivables	<u>95</u>	<u>143</u>	<u>54</u>	<u>216</u>
Other receivables				
- Accrued interest income				
Subsidiaries	-	-	91	161
Joint Ventures	<u>2</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other receivables	<u>2</u>	<u>-</u>	<u>91</u>	<u>161</u>
Total trade and other current receivables	<u>97</u>	<u>143</u>	<u>145</u>	<u>377</u>
Short-term loans to related parties				
Subsidiaries	<u>-</u>	<u>-</u>	<u>61,353</u>	<u>61,903</u>

As at June 30, 2022, the Company has short-term loans to related parties representing promissory notes at call, bearing interest at the average rate of 0.77% per annum (As at December 31, 2021: average rate of 0.77% per annum).

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

Movements of short-term loans to related parties for the six-month period ended June 30, are as follows:

	Consolidated financial statements		Unit: Million Baht Separate financial statements	
	2022	2021	2022	2021
Short-term loans to related parties				
As at January 1,	-	-	61,903	52,543
Increase	-	-	6,250	13,960
Decrease	-	-	(6,800)	(5,830)
As at June 30,	-	-	61,353	60,673

	Consolidated financial statements		Unit: Million Baht Separate financial statements	
	As at June 30, 2022	As at December 31, 2021	As at June 30, 2022	As at December 31, 2021
Long-term loans to a related party				
Joint Ventures	100	100	-	-

As at June 30, 2022, the Group has long-term loans to a related party representing credit facility agreement, bearing interest at the average rate of 4.32% per annum (As at December 31, 2021: average rate of 4.32% per annum) (Separate financial statement: Nil).

Movements of long-term loans to a related party for the six-month period ended June 30, are as follows:

	Consolidated financial statements		Unit: Million Baht Separate financial statements	
	2022	2021	2022	2021
Long-term loans to a related party				
As at January 1,	100	-	-	-
As at June 30,	100	-	-	-

	Consolidated financial statements		Unit: Million Baht Separate financial statements	
	As at June 30, 2022	As at December 31, 2021	As at June 30, 2022	As at December 31, 2021
Trade and other current payables				
Trade payables				
Subsidiaries	-	-	1	2
INTOUCH Group	3	11	-	1
Singtel Group	28	96	21	59
Associate	5	5	-	-
Joint Ventures	-	4	-	-
Other related parties	2	-	-	-
Total trade payables	38	116	22	62

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

	Consolidated financial statements		Separate financial statements	
	As at June 30, 2022	As at December 31, 2021	As at June 30, 2022	As at December 31, 2021
Other payables				
- Other payables				
Joint Ventures	5	-	-	-
- Accrued expenses				
Subsidiaries	-	-	15	7
INTOUCH Group	4	23	2	2
Singtel Group	39	3	-	-
Associate	2	1	-	-
Joint Ventures	6	7	-	-
Other related parties	85	76	-	-
Total other payables	141	110	17	9
Total trade and other current payables	179	226	39	71
Lease liabilities				
INTOUCH Group	12	21	-	-
Singtel Group	3	15	-	-
Associate	401	424	-	-
Joint Ventures	1	3	-	-
Total	417	463	-	-
Short-term borrowings from related parties				
Subsidiaries	-	-	4,970	5,840

As at June 30, 2022, short-term borrowings from related parties of the Company represented promissory notes at call, bearing interest at the average rate of 0.48% per annum, and are unsecured (As at December 31, 2021 : average rate of 0.49% per annum).

Movements of short-term borrowings from related parties for the six-month period ended June 30, are as follows:

	Consolidated financial statements		Unit: Million Baht Separate financial statements	
	2022	2021	2022	2021
Short-term borrowings from related parties				
As at January 1,	-	-	5,840	5,080
Increase	-	-	800	1,390
Repayment	-	-	(1,670)	(1,100)
As at June 30,	-	-	4,970	5,370

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

	Consolidated financial statements		Unit: Million Baht Separate financial statements	
	As at June 30, 2022	As at December 31, 2021	As at June 30, 2022	As at December 31, 2021
Current portion of long-term borrowings from a related party				
Other related party	750	750	-	-
Long-term borrowing from a related party				
Other related party	13,874	14,249	-	-
Total	<u>14,624</u>	<u>14,999</u>	<u>-</u>	<u>-</u>

As at June 30, 2022 and December 31, 2021, the Group has long-term borrowing from a related party, bearing interest at the rate of 6MTHBFIX plus margin and semi-annual interest payments with 14 principal installments starting from 2022 to 2028. Such long-term borrowing is unsecured.

Movements of Long-term borrowings from a related party for the six-month period ended June 30, are as follows:

	Consolidated financial statements		Unit: Million Baht Separate financial statements	
	2022	2021	2022	2021
Long-term borrowings from a related party				
As at January 1,	14,999	14,999	-	-
Repayment	(375)	-	-	-
As at June 30,	<u>14,624</u>	<u>14,999</u>	<u>-</u>	<u>-</u>

	Consolidated financial statements		Unit: Million Baht Separate financial statements	
	As at June 30, 2022	As at December 31, 2021	As at June 30, 2022	As at December 31, 2021
Long-term debentures				
Other related parties	110	40	90	20
Total	<u>110</u>	<u>40</u>	<u>90</u>	<u>20</u>

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

Significant agreements with related parties

The Group and the Company have entered into agreements with related parties. There are commitments 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 agreements among its related parties. The termination and suspension of the agreements 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 information services including problem resolution 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”), an indirect subsidiary. TMC will arrange the personnel for the call center operation service. The counterparties have a right to terminate the agreement by giving advance written notice not less than 30 days.
- 5) The Group has entered into an agreement with Advanced Mpay Co., Ltd., a subsidiary, to provide payment service for goods/service purchased through electronic payments and cash card. The counterparties have 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., subsidiaries, have entered into an agreement with AIS Digital Life Co., Ltd., a subsidiary, to distribute electronic money and cash card. The counterparties have 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 AIS Digital Life Co., Ltd., a subsidiary, to provide card packaging. The counterparties have 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 counterparties have 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, and AD venture Public Co., Ltd., an indirect subsidiary, for providing aggregating value added services on mobile network or wireless device (Content Aggregator). The counterparties have a right to terminate the agreement by giving advance written notice not less than 30 days.
- 10) Advanced Wireless Network Co., Ltd. (“AWN”), a subsidiary, has entered into a satellite transponder lease agreement with Thaicom Public Company Limited, a related party, AWN agreed to pay service fees on a monthly basis according to the rate and condition specified in the agreement. The agreement is valid until November 19, 2022.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

- 11) Advanced Wireless Network Co., Ltd., a subsidiary, has entered into a fibre optic system and 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 counterparties have a right to terminate the agreement by giving the counterparty advance written notice not less than 30 days.
- 12) Advanced Wireless Network Co., Ltd., a subsidiary, has entered into an agreement with TC Broadcasting Company Limited, a related party, to receive a satellite equipment system and television signal service. The counterparties have a right to terminate the agreement by giving the counterparty advance written notice not less than 30 days.
- 13) Super Broadband Network Co., Ltd., a subsidiary, has entered into an agreement with Advanced Wireless Network Co., Ltd., a subsidiary, to rent telecommunication equipment. The counterparties have 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, and CS Loxinfo Public Company Limited, an indirect subsidiary, have entered into an agreement to develop the infrastructure of a fibre optic network with Amata Network Co., Ltd., a joint venture. The counterparties have a right to terminate the agreement by giving the counterparty advance written notice not less than 30 days.
- 15) Advanced Mpay Co., Ltd., a subsidiary, has entered into an agreement with Rabbit-Line Pay Co., Ltd., a joint venture, to receive electronic money and electronic payment service. The counterparties have a right to terminate the agreement by giving the counterparty advance written notice not less than 30 days.
- 16) Advanced Wireless Network Co., Ltd. (“AWN”), a subsidiary, hired MIMO Tech Co., Ltd., a subsidiary, to operate point management and arranging activities to exchange products or services for the AWN's customers. The counterparties have a right to terminate the agreement by giving the counterparty advance written notice not less than 30 days.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
 CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
 FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
 “UNAUDITED”

19. FINANCIAL INSTRUMENTS

Classification of forward contracts and interest rate swap as at June 30, 2022 and December 31, 2021 in the consolidated financial statements are as follows: (Separate financial statements: Nil)

	As at June 30, 2022	Unit: Million Baht As at December 31, 2021
Current assets		
Other current financial assets		
Forward contracts	525	213
Total current assets	525	213
Non-current assets		
Other non-current financial assets		
Interest rate swap	122	9
Total non-current assets	122	9
Total assets	647	222
Current liabilities		
Other current financial liabilities		
Forward contracts	(5)	(25)
Total current liabilities	(5)	(25)
Non-current liabilities		
Other non-current financial liabilities		
Interest rate swap	(99)	(722)
Total non-current liabilities	(99)	(722)
Total liabilities	(104)	(747)
Total	543	(525)

Movement of forward contracts and interest rate swap for the six-month period ended June 30, in the consolidated financial statements are as follows: (Separate financial statements: Nil).

	Balance as at January 1, 2022	Change in fair value during the period	Unit: Million Baht Balance as at June 30, 2022
Current assets			
Other current financial assets			
Forward contracts	213	312	525
Non-current assets			
Other non-current financial assets			
Interest rate swap	9	113	122
Current liabilities			
Other current financial liabilities			
Forward contracts	(25)	20	(5)
Non-current liabilities			
Other non-current financial liabilities			
Interest rate swap	(722)	623	(99)
Total	(525)	1,068	543

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

	Balance as at January 1, 2021	Change in fair value during the period	Unit: Million Baht Balance as at June 30, 2021
Current assets			
Other current financial assets			
Forward contracts	-	281	281
Current liabilities			
Other current financial liabilities			
Forward contracts	(297)	297	-
Non-current liabilities			
Other non-current financial liabilities			
Interest rate swap	(1,225)	288	(937)
Total	<u>(1,522)</u>	<u>866</u>	<u>(656)</u>

The following table presents valuation technique of financial instruments measured at fair value in statement of financial position, which have significant changes in valuation technique and unobservable input during the period.

Type	Valuation technique
Interest rate swaps	Swap models: The present value of estimated future cash flows, using an observable yield curve.
Forward contracts	Based on the rates quoted forward exchanged rates from commercial banks at the reporting date.

20. COMMITMENTS WITH NON-RELATED PARTIES

Commitments with non-related parties as at June 30, 2022 and December 31, 2021 are as follows:

	Consolidated financial statements		Unit: Million Separate financial statements	
	As at June 30, 2022	As at December 31, 2021	As at June 30, 2022	As at December 31, 2021
Capital commitments				
Unrecognised contractual commitments				
Buildings and equipment				
Thai Baht (THB)	6,234	6,061	4	24
US Dollar (USD)	208	257	-	-
Service and maintenance				
Thai Baht (THB)	2,982	2,439	42	38
US Dollar (USD)	55	24	-	-
Purchase orders for goods and supplies				
Thai Baht (THB)	14,033	14,397	-	-
US Dollar (USD)	13	19	-	-

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

	Consolidated		Unit: Million Baht	
	financial statements		Separate	
	As at	As at	As at	As at
	June 30,	December 31,	June 30,	December 31,
	2022	2021	2022	2021
Other commitments				
Thai Baht				
Forward contracts	13,283	12,975	-	-
Bank guarantees:				
- Spectrum licenses payable	80,953	84,670	-	-
- Others	2,544	2,549	39	38
Total	96,780	100,194	39	38

Significant agreements

- The Group has entered into the lease and related service agreements for office space and base station for periods ranging from 1 year to 3 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.
- On January 5, 2018, Advanced Wireless Network Co., Ltd. (“AWN”), a subsidiary, has entered into a service agreement with National Telecom Public Company Limited (“NT”) to receive national roaming services for the period from March 1, 2018 to August 3, 2025. AWN has letters of irrecoverable guarantees from domestic commercial banks amounting to Baht 720 million for use as collateral for the period of agreement.
- On January 5, 2018, Super Broadband Network Co., Ltd. (“SBN”), a subsidiary, has entered into a rental agreement with National Telecom Public Company Limited (“NT”) to provide telecommunication equipment rental for the period from March 1, 2018 to August 3, 2025. SBN has letters of irrecoverable guarantees from domestic commercial banks amounting to Baht 525 million for use as collateral for the period of agreement.
- On September 4, 2019, the Group has mutually agreed with National Telecom Public Company Limited (“NT”) to enter into a Dispute Resolution Agreement and an agreement for providing the Telecommunication Equipment Tower Service. Under the agreement the Group receives rental service of the telecommunication equipment towers from NT for the period from January 1, 2019 to December 31, 2028. The Group has letters of irrecoverable guarantees from domestic commercial banks amounting to Baht 434 million for use as collateral for the the period of agreement.

21. SIGNIFICANT EVENTS, COMMERCIAL DISPUTES AND LITIGATIONS

The Company

1) 900 MHz subscribers migration to 3G 2100 MHz

On September 25, 2014, National Telecom Public Company Limited (“NT”) submitted a dispute under the Black case No. 80/2557 to the Arbitration Institute demanding the Company to pay compensation from the breach of the Concession Agreement between the Company and NT in relation to 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, NT 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.

On February 14, 2019, the Arbitral Tribunal dismissed the said dispute by giving the reason that the Company was not in breach of the Agreement.

On May 15, 2019, NT has submitted the Black case No. 951/2562 to the Central Administrative Court to revoke the Arbitration’s resolution. Currently, the said case is in the process of the Central Administrative Court.

The Company’s management believes that the outcome of the dispute should be settled favourably and has no considerable impact on the financial statements of the Company.

2) The claim for additional revenue from the 6th and 7th 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, Court of Justice to decide regarding the 6th Amendment dated May 15, 2001 and the 7th Amendment dated September 20, 2002 to the Agreement for operations to conduct business of Cellular Mobile Telephone that the amendments bind the Company and National Telecom Public Company Limited (“NT”) 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 NT to the Company on September 29, 2015 regarding to request the payment of additional revenue in the amount of Baht 72,036 million which NT has claimed that the 6th and 7th Amendments were material which caused NT to receive lower revenue than the rate as specified in the Agreement for operations.

Later, on November 30, 2015, NT submitted the dispute Black case No. 122/2558 to the Arbitration Institute, Court of Justice to decrease the amount of the revenue claimed by NT to Baht 62,774 million according to the percentage adjustment of revenue sharing upon the Agreement for operations. This case is the same as the dispute Black case No. 78/2558. The Arbitral Tribunal has merged the two cases together.

The Company received the award from the Arbitral Tribunal dated January 23, 2020 with a majority vote. The Tribunal ordered the Company to pay additional remuneration in the amount of Baht 31,076 million with interest of 1.25 percent per month after November 30, 2015 to NT until the payment is complete.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

The Company disagreed with the decision and on April 22, 2020, the Company filed a request for revocation of the award to the Central Administrative Court. (Black case No. 1165/2563)

On April 23, 2020, NT has requested for the revocation of the decision from the Arbitration Tribunal to the Central Administrative Court regarding the Arbitration Tribunal decision that NT's claim Baht 31,698 million of NT's claim related to after the expiration of the claim period. (Black case No. 1171/2563)

On July 26, 2022, the Central Administrative Court provided the decision to revoke the Arbitration Tribunal's resolution under the reason that the 6th and 7th Amendments to the Agreement still have binding effect to the parties. Therefore, the Company does not have to pay for the additional revenue as claimed by NT. In this regard, NT has the right to submit appeal to the Supreme Administrative Court within 30 days.

Accordingly the dispute has not yet been finalized but the Company's management considers that the ultimate resolution of the above dispute should not have a considerable impact on the financial statements of the Company.

- 3) The Company submitted a claim to the Central Administrative Court for revocation of the National Telecommunication Commission order regarding 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 the office of the National Broadcasting and Telecommunication Committee (“NBTC office”), the National Telecommunication Committee (“NTC”), the National Broadcasting and Telecommunication Committee (“NBTC”) and 5 other 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 demands the Company pay revenue for a remedy period from October 1, 2015 to June 30, 2016 amounting to 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.

On June 12, 2020, the Central Administrative Court has revoked the NBTC's order on grounds that during the remedy period of 900 MHz, the Company had a expenses incurred from the service in excess to the revenues generated.

On July 8, 2020 and July 17, 2020, the NBTC and the Office of NBTC appealed to the Supreme Administrative Court.

The Company's management has 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 which incurred from the service greater than the revenue. Therefore, the Company has no remaining revenue to submit to NBTC Office as stipulated in the announcement.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

- 4) Claim for the additional revenue sharing from the rental charge for providing transmission services

National Telecom Public Company Limited (“NT”) has submitted the dispute No. A1/2018 dated January 12, 2018 to the Arbitration Institute, to claim for the payment regarding the additional revenue sharing from the rental charges for providing transmission services from October 2012 to September 2015 in the total amount of Baht 1,121.92 million (included VAT) including default interest rate at the rate 1.25% per month according to NT views that the Company shall collect the rental charges for providing transmission services as the rate specified by NT which is higher than the rental rate charged to the tenant.

A dispute is still under the consideration by Arbitration Committee.

The Company’s management believes that the Company has correctly complied with the relating conditions of the Agreement in all respects, therefore the outcome of the dispute should not materially impact the financial statements of the Company.

- 5) Claim for the usage of co-location, site facilities and related equipment rental for asset under Cellular Mobile Telephone provided during the temporary customer protection period after the Concession ended of Cellular Mobile Telephone

On February 15, 2018, National Telecom Public Company Limited (“NT”) has submitted the dispute No. A3/2018 to the Arbitration Institute, to claim for payment regarding the usage of co-location, site facilities and related equipment rental for assets under Cellular Mobile Telephone provided during the temporary customer protection period after the Concession ended. The claimed amounted to Baht 171.44 million (excluded VAT) plus default interest rate at 1.25% per month.

On April 5, 2018, the Company has submitted the Black case No. of Kor.3/2561 to the Central Administrative Court to revoke the THAC’s order for consideration of the dispute No. A3/2018.

On April 25, 2018, the Central Administrative Court has dismissed the Black case No. Kor.3/2561.

Subsequently, on May 21, 2018, the Company had appealed the dismissal the Black case No. Kor.3/2561.

On October 29, 2019, NT has filed a petition to withdraw the dispute from THAC and further submitted to the Central Administrative Court.

On February 13, 2020, the Arbitrators allowed NT to submit a petition to the arbitrators to request the removal of the above dispute.

On August 13, 2020, the Company received a copy of the Black case No. 1746/2563 dated June 30, 2020

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

The Company’s management believes that the Company has correctly complied with the relating conditions of the Agreement and the announcement of the National Broadcasting and Telecommunication Committee in all respects that the outcome of the dispute should be settled favourably and will not materially impact on the financial statements of the Company.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

6) Claim for the revenue sharing from provision of roaming services

On September 27, 2018, National Telecom Public Company Limited (“NT”) submitted a dispute as Black case No. 67/2561 to the Arbitration Institute, claims from the Company additional revenue sharing from provision of roaming services from the discount of service fees without prior consent from NT since July 2013 - September 2015 in the total amount of Baht 16,252.66 million, value-added tax plus default interest rate at 1.25% per month.

The Company received the decision from the Arbitration Tribunal dated February 4, 2020 with a majority vote dismissed the case of NT.

On May 8, 2020, NT submitted a petition to the Central Administrative Court under the Black case No. 1309/2563 to request dismissal of such award.

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

The Company’s management believes that the Company has correctly complied with the relating conditions of the Agreement in all respects, therefore the outcome of the dispute should not materially impact the financial statements of the Company.

Digital Phone Company Limited (“DPC”)

1) 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, National Telecom Public Company Limited (“NT”) filed a lawsuit against office of the National Broadcasting and Telecommunication Committee (“NBTC Office”), National Telecommunication Committee (“NTC”), National Broadcasting and Telecommunication Committee (“NBTC”), True Move Company Limited (“True Move”), and 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 NT 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 amounting to Baht 24,117 million plus interest at the rate of 7.5% per annum.
- 2) True Move, NBTC Office, NTC and NBTC amounting to Baht 18,025 million plus interest at the rate of 7.5% per annum.
- 3) DPC, NBTC Office, NTC and NBTC amounting to Baht 6,083 million plus interest at the rate of 7.5% per annum.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

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

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

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

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

During December, 2019, DPC received a request to amend the petition filed by NT dated September 24, 2019 from the Central Administrative Court to revise the claim amount to be as follows:

Black case No. 918/2558

- 1) NBTC Office, NTC and NBTC amounting to Baht 5,109 million plus interest at the rate of 7.5% per annum.
- 2) True Move, NBTC Office, NTC and NBTC amounting to Baht 3,651 million plus interest at the rate of 7.5% per annum.
- 3) DPC, NBTC Office, NTC and NBTC amounting to Baht 1,457 million plus interest at the rate of 7.5% per annum.

Black case No. 1651/2558

- 1) NBTC Office, NTC and NBTC amounting to Baht 4,169 million plus interest at the rate of 7.5% per annum.
- 2) True Move, NBTC Office, NTC and NBTC amounting to Baht 2,946 million plus interest at the rate of 7.5% per annum.
- 3) DPC, NBTC Office, NTC and NBTC amounting to Baht 1,223 million plus interest at the rate of 7.5% per annum.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

Black case No. 741/2559

- 1) NBTC Office, NTC and NBTC amounting to Baht 1,858 million plus interest at the rate of 7.5% per annum.
- 2) True Move, NBTC Office, NTC and NBTC amounting to Baht 1,336 million plus interest at the rate of 7.5% per annum.
- 3) DPC, NBTC Office, NTC and NBTC amounting to Baht 522 million plus interest at the rate of 7.5% per annum.

On February 19, 2020, DPC submitted an objection of the request to amend the claim amount for the Black case No. 741/2559.

On March 11, 2020, DPC submitted an objection of the request to amend the claim amount for the Black case No. 918/2558 and 1651/2558.

On April 29, 2022, the Central Administrative Court dismissed the case against DPC under the black case No. 918/2558 and 1651/2558 in the total amount requested from DPC of Baht 2,680 million and ordered NBTC to pay NT in the total amount of Baht 361 million including interests. NT and NBTC have the rights to appeal to Supreme Administrative Court within 30 days from the date of adjudication from the Central Administrative Court.

As for the black case No. 741/2559, the case is currently under the consideration of Central Administrative Court.

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 NT 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.

- 2) The claim for revocation of the National Telecommunication Committee (“NTC”) order regarding to revenue incurred from the temporary service for customer protection period after the Concession end

On November 16, 2015, 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 under which the office of the NBTC has demanded that DPC deliver revenue for the consumer protection period from September 16, 2013 to July 17, 2014 amounting to 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 from the consumer protection period, from September 16, 2013 to July 17, 2014 amounting to 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 submit date until DPC deliver all revenue sharing in full.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

On September 7, 2018, the NBTC office issued a letter informing the resolution of the NTC to allow DPC to send money from the service income during the protection of all subscribers, totaling Baht 869 million and when the NBTC had ever the order for DPC to send money for the first period until the amount of Baht 628 million, the remaining amount to be paid is Baht 241 million. On December 7, 2018, DPC filed a lawsuit with the Central Administrative Court to revoke such resolution of NTC.

On August 19, 2019, the Central Administrative Court ordered to merge the two cases together.

On June 2, 2021, the Central Administrative Court ordered to merge the three cases together.

On March 30, 2022, the Central Administrative Court has revoked the NTC’s resolution which ordered DPC to send money from the service income during the protection of all subscribers in the total amount of Baht 869 million under the reason that DPC had expenses which incurred from the provision of services in greater amount than the revenues generated.

On April 28, 2022, the NBTC submitted the appeal to the Supreme Administrative Court which then DPC received the order to submit the counterappeal on June 29, 2022.

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

Advanced Wireless Network Company Limited (“AWN”)

1) The claim for revocation of the NBTC’s order regarding to Mobile Number Portability (MNP)

During 2015 - 2020, AWN received administrative order (“Order”) from the Office of NBTC to pay administrative fines regarding the mobile number portability issue. AWN submitted for the revocation of Order to the Central Administrative Court under the Black case no. 1357/2560 for Baht 221 million and the Black case No. 2212/2563 for Baht 605 million. On August 26, 2020, the Central Administrative Court provided decision under the Black case No. 1357/2560 to revoke the Order determining administrative fines exceeding Baht 20,000 per day, as a result the administrative fines were decreased to Baht 0.82 million instead. On September 25, 2020, the Company appealed to the Supreme Administrative Court to revoke all the Order regarding administrative fines. Currently the case is under the consideration of Supreme Administrative Court.

As for the Black case No. 2212/2563, it is under the consideration of the Central Administrative Court.

The Company's management believes that AWN conducted everything correctly, therefore the outcome of this case should not have a significant impact on the consolidated financial statement of the Group.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

MIMO Tech Company Limited (“MMT”)

- 1) The claim for the compensation amount from MMT for the termination of printing contract with Paper Mate (Thailand) Co., Ltd.

On February 26, 2019, Paper Mate (Thailand) Co., Ltd. filed a lawsuit to the Civil Court under the Black case No. 1016/2562 for compensation from MMT for the termination a printing contract. The claim for damages and lack of revenue amounted to Baht 280 million in total.

On January 28, 2021, the Civil Court has decided to dismiss the cases by Paper Mate (Thailand) Co., Ltd. because Paper Mate (Thailand) Co., Ltd. breached the contract. Therefore, there is no right to claim for such compensation.

On June 28, 2021, Paper Mate (Thailand) Co., Ltd. appealed to the Appeal Court.

On March 29, 2022, the Appeal Court upheld the decision of the Civil Court. Currently, Paper Mate (Thailand) Co., Ltd. submitted a request to the Court to grant a petition to submit this case to Supreme Court. If the Court does not allow the petition, the Case shall be settled.

The Group’s management believes that MMT has correctly and fully complied with the related conditions of the contract in all respects and that the outcome of the said case should not have a considerable impact on the consolidated financial statements of the Group.

22. EVENTS AFTER THE REPORTING PERIOD

Approval of an acquisition of investment in subsidiaries and Investment units of Infrastructure Fund

On July 3, 2022, the Board of Directors meeting approved the entering into a transaction by AWN, a subsidiary of AIS, as follow:

- 1) Acquisition of Triple T Broadband Public Company Limited (“TTTBB”) in total of 7,529,242,385 shares, equivalent to 99.87% of total paid-up shares from Acumen Company Limited (“ACU”), a subsidiary of Jasmine International Public Company Limited (“JAS”), including the acquisition of two subsidiaries of TTTBB namely Triple T Internet Company Limited (“TTTI”) and Incloud Company Limited (“INC”) as well as the acquisition of Three BB Company Limited in accordance with the conditions precedent; all of these in the total value of Baht 19,500 million.
- 2) Acquisition of Jasmine Broadband Internet Infrastructure Fund (“JASIF”) from JAS in a total of 1,520,000,000 units, equivalent to 19.00% of all units at 8.5 Baht per unit or a total value of Baht 12,920 million.

In addition, AWN shall attain the transaction approval from the National Broadcasting and Telecommunications Commission (NBTC) before signing the share purchase agreement and executing the transaction. The Company expects the share purchase and acquisition of investment units to be completed within the first quarter of 2023.

ADVANCED INFO SERVICE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2022
“UNAUDITED”

Investment in the Startup companies

AIS Digital Life Company Limited (“ADL”), a subsidiary of AIS, has entered into a share purchase agreement in 3 Startup companies from INTOUCH, at a total amount of Baht 239 million. These investments were fully paid on July 4, 2022.

Interim dividend

On August 8, 2022, the Board of Directors approved the declaration of an interim dividend of Baht 3.45 per share, amounting to Baht 10,261 million. The interim dividend will be paid to the shareholders on September 6, 2022.