

**BEC WORLD PUBLIC COMPANY LIMITED**

**INTERIM CONSOLIDATED  
AND SEPARATE FINANCIAL STATEMENTS**

**MARCH 31, 2018**

## **INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION**

### **To the Shareholders and Board of Directors of BEC World Public Company Limited**

I have reviewed the consolidated statements of financial position of BEC World Public Company Limited and its subsidiaries as at March 31, 2018, the related consolidated statements of income, comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended, as well as the condensed notes to the financial statements, and have also reviewed the separate financial statements of BEC World Public Company Limited for the same period. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No.34: Interim Financial Reporting. My responsibility is to express a conclusion on this interim financial information based on my review.

#### **Scope of review**

I conducted my review in accordance with the Thai Standard on Review Engagements 2410: Review of Interim Financial Information Performed by the Independent Auditor of the Entity. A review of interim financial statements 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 the assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

#### **Conclusion**

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

(Dr.Virach Aphimeteetamrong)

Certified Public Accountant Registration No. 1378

May 10, 2018

**BEC WORLD PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**NOTES TO THE INTERIM FINANCIAL STATEMENTS**  
**MARCH 31, 2018**

**1. TYPE OF BUSINESS**

**1.1 General information**

Legal status	A juristic person established under Thai law and listed on the Stock Exchange of Thailand.
Company location	B1, G, 2 <sup>nd</sup> , 3 <sup>rd</sup> , 8 <sup>th</sup> , 9 <sup>th</sup> - 10 <sup>th</sup> and 30 <sup>th</sup> - 34 <sup>th</sup> Floors, at Maleenont Tower, 3199 Rama IV Road, Kwaeng Klongtan, Khet Klongtoey, Bangkok 10110, Thailand.
Type of business	(1) Providing, producing TV programmes and selling air time. (2) Holding shares in subsidiaries and associates which operate business as stated in Note 9 to the interim financial statements.

**1.2 Joint operation information**

1.2.1 THE BANGKOK ENTERTAINMENT CO., LTD., a subsidiary of the Company has made an agreement for joint operation of color TV transmission with the Mass Communication Organization of Thailand (MCOT) dated April 28, 1978 as amended the first time on September 13, 1982, the second time on July 16, 1987 and the third time on May 2, 1989. The subsidiary was granted the right for joint operation of Channel 3 color Thai TV station's transmission until March 25, 2020. All property created or procured for the operation under this agreement shall be transferred to the MCOT on the date the subsidiary creates or procures. The subsidiary has the right to use such property.

Under the above agreement, the subsidiary has to pay annual compensation to the Mass Communication Organization of Thailand as specified in the agreement.

1.2.2 THE BANGKOK ENTERTAINMENT CO., LTD., a subsidiary of the Company has made an agreement to lease air time for operating programme and advertisement with the Mass Communication Organization of Thailand dated January 25, 1990 as amended on September 22, 1994. The subsidiary was granted the right to operate programme and advertise through an MCOT FM radio station, at 105.5 MH frequency in Bangkok until January 31, 2020. To be consistent with the term of the agreement for joint operation of color TV transmission as amended, it is agreed that if the agreement for joint operation of color TV transmission is terminated before its term for whatever reason, this agreement shall be deemed terminated.

Under the above agreement, the subsidiary has to pay the monthly air time and other expenses to the MCOT as specified in the agreement.

1.2.3 In August 2004, the Mass Communication Organization of Thailand (MCOT) was dissolved and MCOT Public Company Limited was set up to take over all the existing business, rights, liabilities, obligations and assets of the MCOT.

### **1.3 Right to use the spectrum to provide terrestrial digital television service in the type of national commercial service**

BEC MULTIMEDIA CO., LTD., a subsidiary of the Company, won the auctions for licenses to use the spectrum to provide terrestrial digital television service in the type of national commercial service ("License Agreement") including 3 licenses - General (variety) high-definition category, General (variety) standard-definition category, and Kids and family category from The National Broadcasting and Telecommunications Commission (NBTC). License Agreement allowed a period of 15 years from the date of permission. (Commencing on April 25, 2014 and ending April 24, 2029.)

Under the above licenses agreement, the subsidiary is required to pay a license fees, other charges and delivery of an annuity to Broadcasting and Telecommunications Research and Development Fund for the Public Interest announced by the NBTC.

In order to comply with the condition before acquiring licenses on February 10, 2014, the subsidiary entered into Lease Agreement to lease for digital terrestrial television network service with Thai Public Broadcasting Service (TPBS), in order to broadcast digital television signal via TPBS multiplexes starts date April 1, 2014 to June 16, 2028, which the subsidiary will have to pay services fee specified in the agreement.

## **2. BASIS FOR PREPARATION OF INTERIM FINANCIAL STATEMENTS**

The interim consolidated and the separate financial statements are prepared in accordance with the Accounting Standards and Financial Reporting Standards issued by the Federation of Accounting Professions under the Accounting Profession Act, B.E. 2547 (2004), and the Accounting Act, B.E. 2543 (2000) and the Notification of the Office of the Securities and Exchange Commission, except the financial statements of BEC-TERO MYANMAR COMPANY LIMITED and FOREVER BEC-TERO COMPANY LIMITED, the subsidiary and associate of BEC-TERO Entertainment Public Company Limited, are prepared in accordance with the Accounting Standards of REPUBLIC OF THE UNION OF MYANMAR.

In preparation of interim consolidated financial statements, they are adjusted to be under the same accounting policy as parent company.

2.1 These interim consolidated and the separate financial statements are prepared on a condensed basis in accordance with Thai Accounting Standards No.34 Interim Financial Reporting issued by the Federation of Accounting Professions and the Notification of the Office of the Securities and Exchange Commission. These interim financial statements should be read in conjunction with the financial statements for the year ended December 31, 2017.

2.2 These interim consolidated financial statements included the interim financial statements of BEC World Public Company Limited and its subsidiaries and its equity in associates as follows:

PARTICULARS	% HOLDING		ESTABLISHED IN
	Mar. 31, 2018	Dec. 31, 2017	
<b><u>SUBSIDIARIES DIRECTLY HELD BY THE COMPANY</u></b>			
1. THE BANGKOK ENTERTAINMENT CO., LTD.	99.99	99.99	THAILAND
2. RUNGSIROJVANIT CO., LTD.	99.99	99.99	THAILAND
3. NEW WORLD PRODUCTION CO., LTD.	99.99	99.99	THAILAND
4. BEC BROADCASTING CENTER CO., LTD.	99.99	99.99	THAILAND
5. YOU & I CORPORATION CO., LTD.	99.99	99.99	THAILAND
6. BEC ASSET CO., LTD.	99.99	99.99	THAILAND
7. BEC STUDIO CO., LTD.	99.99	99.99	THAILAND
8. BEC INTERNATIONAL DISTRIBUTION CO., LTD.	99.99	99.99	THAILAND
9. BEC NEWS BUREAU CO., LTD.	99.99	99.99	THAILAND
10. BANGKOK TELEVISION CO., LTD.	99.99	99.99	THAILAND
11. BANGKOK SATELLITE & TELECOMMUNICATION CO., LTD.	99.99	99.99	THAILAND
12. BEC IT SOLUTION CO., LTD.	99.99	99.99	THAILAND
13. SATELLITE TV BROADCASTING CO., LTD.	99.99	99.99	THAILAND
14. BEC-TERO ENTERTAINMENT PUBLIC CO., LTD.	59.99	59.99	THAILAND
15. BECI CORPORATION LTD.	99.99	99.99	THAILAND
16. BEC MULTIMEDIA CO., LTD.	99.99	99.99	THAILAND

PARTICULARS	% HOLDING		ESTABLISHED IN
	Mar. 31, 2018	Dec. 31, 2017	
<b><u>SUBSIDIARIES HELD BY BEC - INTERNATIONAL</u></b>			
<b><u>DISTRIBUTION COMPANY LIMITED</u></b>			
1. TVB 3 NETWORK CO., LTD.	59.99	59.99	THAILAND
<b><u>SUBSIDIARIES HELD BY BEC-TERO</u></b>			
<b><u>ENTERTAINMENT PUBLIC COMPANY LIMITED</u></b>			
1. THAITICKETMAJOR CO., LTD.	59.99	59.99	THAILAND
2. BEC-TERO SCENARIO CO., LTD.	50.00	50.00	THAILAND
3. BEC-TERO RADIO CO., LTD.	99.99	99.99	THAILAND
4. BEC-TERO MYANMAR COMPANY LIMITED	99.99	99.99	REPUBLIC OF THE UNION OF MYANMAR
<b><u>ASSOCIATES HELD BY BEC-TERO ENTERTAINMENT</u></b>			
<b><u>PUBLIC COMPANY LIMITED</u></b>			
1. FOREVER BEC-TERO COMPANY LIMITED	49.00	49.00	REPUBLIC OF THE UNION OF MYANMAR
2. LIVE NATION BEC-TERO ENTERTAINMENT CO., LTD.	50.10	50.10	THAILAND
3. BEC-TERO SHOW CO., LTD.	40.00	40.00	THAILAND

2.3 Inter-company balances and transactions of the Company and the subsidiaries have been eliminated from the interim consolidated financial statements.

2.4 Accounting standards that became effective in the current accounting period

Group Companies have disclosed the accounting standards, financial reporting standards, accounting standard interpretations and financial reporting standard interpretations that are effective for fiscal years beginning on or after January 1, 2018, in the notes to financial statements for the year ended December 31, 2017.

These accounting standards, financial reporting standard, accounting standard interpretations and financial reporting standard interpretations do not have any significant impact on the financial statements of the Company and group companies.

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

### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation applied in these interim financial statements are consistent with those applied in the financial statements for the year ended December 31, 2017.

### 4. CASH AND CASH EQUIVALENTS

THOUSAND BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2018	Dec. 31, 2017	Mar. 31, 2018	Dec. 31, 2017
Cash and bank deposit	1,446,214	1,162,508	294,492	241,377
Short term investments in fixed deposit	30,972	30,882	-	-
Cash and cash equivalents	1,477,186	1,193,390	294,492	241,377

### 5. TRADE AND OTHER RECEIVABLES

THOUSAND BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2018	Dec. 31, 2017	Mar. 31, 2018	Dec. 31, 2017
Trade accounts receivable				
Current	683,062	620,751	726	1,678
Overdue within 3 months	292,937	314,475	107	-
Over 3 to 6 months	23,011	22,277	-	-
Over 6 to 12 months	9,882	11,630	-	-
Over 12 months	35,176	26,256	-	-
Total	1,044,068	995,389	833	1,678
<u>Less</u> Allowance for doubtful accounts	(28,085)	(25,672)	-	-
Allowance for goods returned	(1,077)	(762)	-	-
Trade accounts receivable-net	1,014,906	968,955	833	1,678
Trade accounts receivable of related parties	55,656	54,868	1,645,493	1,845,107
Total trade accounts receivable-net	1,070,562	1,023,823	1,646,326	1,846,785
Other receivables	69,575	73,149	35,307	34,272
Other receivables of related parties	88,191	89,243	-	-
<u>Less</u> Allowance for doubtful accounts	(37,580)	(37,580)	(33,000)	(33,000)
Total other receivables-net	120,186	124,812	2,307	1,272
Trade and other receivables-net	1,190,748	1,148,635	1,648,633	1,848,057

**6. SHORT-TERM LOANS TO RELATED PARTIES**

THOUSAND BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS		INTEREST RATE (%) PER ANNUM	
	Mar. 31, 2018	Dec. 31, 2017	Mar. 31, 2018	Dec. 31, 2017	Mar. 31, 2018	Dec. 31, 2017
<b>COMPANY LOANS TO -SUBSIDIARIES</b>						
1. YOU & I CORPORATION CO., LTD.						
Beginning balances	-	-	105,462	99,481	3.300-3.450	3.300-3.550
Increase during the periods	-	-	2,700	2,700		
Compound interest	-	-	526	3,281		
Ending balances	-	-	108,688	105,462		
Less Allowance for doubtful accounts	-	-	(108,688)	(105,462)		
Total short-term loans-net	-	-	-	-		
2. BEC ASSET CO., LTD.						
Beginning balances	-	-	97,448	116,733	3.300-3.450	3.300-3.550
Increase during the periods	-	-	-	14,000		
Compound interest	-	-	1,188	2,777		
Settlement during the periods	-	-	(19,115)	(36,062)		
Ending balances	-	-	79,521	97,448		
3. BEC INTERNATIONAL DISTRIBUTION CO., LTD.						
Beginning balances	-	-	6,012	5,821	3.300-3.450	3.300-3.450
Compound interest	-	-	-	191		
Ending balances	-	-	6,012	6,012		
Less Allowance for doubtful accounts	-	-	(6,012)	(6,012)		
Total short-term loans-net	-	-	-	-		
4. TVB 3 NETWORK CO., LTD.						
Beginning balances	-	-	66,700	62,200	3.550-3.700	3.550-3.800
Increase during the periods	-	-	-	4,500		
Ending balances	-	-	66,700	66,700		
Less Allowance for doubtful accounts	-	-	(66,700)	(66,700)		
Total short-term loans-net	-	-	-	-		
5. BANGKOK TELEVISION CO., LTD.						
Beginning balances	-	-	450,000	379,074	3.300	3.300-3.500
Increase during the periods	-	-	-	200,000		
Settlement during the periods	-	-	-	(129,074)		
Ending balances	-	-	450,000	450,000		

THOUSAND BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS		INTEREST RATE (%) PER ANNUM	
	Mar. 31, 2018	Dec. 31, 2017	Mar. 31, 2018	Dec. 31, 2017	Mar. 31, 2018	Dec. 31, 2017
	6. BEC MULTIMEDIA CO., LTD.					
Beginning balances	-	-	3,780,470	3,172,522		
Increase during the periods	-	-	100,000	550,000		
Compound interest	-	-	50,703	107,948		
Settlement during the periods	-	-	-	(50,000)		
Ending balances	-	-	3,931,173	3,780,470	3.300-3.450	3.300-3.500
7. BEC NEWS BUREAU CO., LTD.						
Beginning balances	-	-	-	145,131		
Increase during the period	-	-	217	-		
Settlement during the periods	-	-	(217)	(145,131)		
Ending balances	-	-	-	-	3.450	3.300-3.500
8. SATELLITE TV BROADCASTING CO., LTD.						
Beginning balances	-	-	100	-		
Increase during the periods	-	-	-	100		
Ending balances	-	-	100	100	3.300	3.300
9. RUNGSIROJVANIT CO., LTD.						
Beginning balance	-	-	-	-		
Increase during the period	-	-	5,398	-		
Settlement during the period	-	-	(5,398)	-		
Ending balance	-	-	-	-	3.450	-
<b>TOTAL SHORT-TERM LOANS TO SUBSIDIARIES-NET</b>	-	-	4,460,794	4,328,018		
<b>SUBSIDIARY COMPANY LOANS TO - Associate held by subsidiary</b>						
FOREVER BEC-TERO CO., LTD.						
Beginning balances	25,947	28,453	-	-		
Less Loss on exchange rates	(1,101)	(2,506)	-	-		
Ending balances	24,846	25,947	-	-	7.00	7.00
<b>TOTAL SHORT-TERM LOANS TO RELATED PARTIES - NET</b>	24,846	25,947	4,460,794	4,328,018		

## 7. OTHER CURRENT ASSETS

THOUSAND BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	Mar.31, 2018	Dec. 31, 2017	Mar.31, 2018	Dec. 31, 2017
Concerts and television programmes under process	37,215	24,049	10,817	10,817
Revenue Department Receivable	220,035	242,657	-	34,997
Undue input tax	46,392	35,373	13,537	5,796
Withholding tax	82,020	292,097	11,766	-
Accrued interest income	7,050	7,129	88,478	104,211
Prepaid expenses	261,166	166,443	68,470	75,924
Prepaid copyright	6,519	2,524	-	-
Others	41,672	29,473	21,360	15,955
<b>TOTAL OTHER CURRENT ASSETS</b>	<b>702,069</b>	<b>799,745</b>	<b>214,428</b>	<b>247,700</b>

## 8. INVESTMENTS

### 8.1 AVAILABLE-FOR-SALE SECURITY

THOUSAND BAHT

PARTICULARS	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2018	Dec. 31, 2017
WAVE ENTERTAINMENT PUBLIC COMPANY LIMITED		
Cost	266,047	266,047
<u>Less</u> Adjustment of investment revaluation	(176,224)	(176,224)
Fair value on the date of reclassification	89,823	89,823
<u>Add</u> Gain on remeasuring available-for-sale security	95,412	95,412
Available-for-sale security-Fair value	185,235	185,235

### 8.2 SHORT - TERM INVESTMENT - WARRANT

THOUSAND BAHT

PARTICULARS	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2018	Dec. 31, 2017
Short-term investment-Warrant-Cost	-	-
<u>Add</u> Allowance for trading security adjustment	4,835	5,359
Short-term investment-Fair value	4,835	5,359

Short-term investment is warrant to purchase ordinary share of WAVE ENTERTAINMENT PUBLIC COMPANY LIMITED and recorded as trading security. The difference between fair value and cost is shown as allowance for investment value adjustment in trading security. Gains on investment in trading security incurred during the period were duly presented in the statements of income as follows:

THOUSAND BAHT

PARTICULARS FOR THE THREE-MONTH PERIODS ENDED MARCH 31,	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS	
	2018	2017
Unrealized loss on investment in trading security	524	-

**9. INVESTMENTS IN SUBSIDIARIES ASSOCIATES AND RELATED PARTY**

THOUSAND BAHT

PARTICULARS	(% )HOLDING		COST METHOD		EQUITY METHOD	
	Mar. 31, 2018	Dec. 31, 2017	Mar. 31, 2018	Dec. 31, 2017	Mar. 31, 2018	Dec. 31, 2017
<b>SUBSIDIARIES</b>						
1. THE BANGKOK ENTERTAINMENT CO., LTD.	99.99	99.99	299,999	299,999		
2. RUNGSIROJVANIT CO., LTD.	99.99	99.99	35,000	35,000		
3. NEW WORLD PRODUCTION CO., LTD.	99.99	99.99	59,999	59,999		
4. BEC BROADCASTING CENTER CO., LTD.	99.99	99.99	42,997	42,997		
5. YOU & I CORPORATION CO., LTD.	99.99	99.99	34,999	34,999		
6. BEC ASSET CO., LTD.	99.99	99.99	30,000	30,000		
7. BEC STUDIO CO., LTD.	99.99	99.99	5,000	5,000		
8. BEC INTERNATIONAL DISTRIBUTION CO., LTD.	99.99	99.99	5,000	5,000		
9. BEC NEWS BUREAU CO., LTD.	99.99	99.99	5,000	5,000		
10. BANGKOK TELEVISION CO., LTD.	99.99	99.99	5,000	5,000		
11. BANGKOK SATELLITE & TELECOMMUNICATION CO., LTD.	99.99	99.99	25,000	25,000		
12. BEC IT SOLUTION CO., LTD.	99.99	99.99	15,000	15,000		
13. SATELLITE TV BROADCASTING CO., LTD.	99.99	99.99	1,000	1,000		
14. BEC-TERO ENTERTAINMENT PUBLIC CO., LTD.	59.99	59.99	122,116	122,116		
15. BECI CORPORATION LTD.	99.99	99.99	199,992	199,992		
16. BEC MULTIMEDIA CO., LTD.	99.99	99.99	199,992	199,992		
INVESTMENTS IN SUBSIDIARIES			1,086,094	1,086,094		
<u>LESS</u> ALLOWANCE FOR IMPAIRMENT			(85,502)	(85,502)		
TOTAL INVESTMENTS IN SUBSIDIARIES-NET (SEPARATE FINANCIAL STATEMENTS)			1,000,592	1,000,592		

THOUSAND BAHT

PARTICULARS	(% )HOLDING		COST METHOD		EQUITY METHOD	
	Mar. 31, 2018	Dec. 31, 2017	Mar. 31, 2018	Dec. 31, 2017	Mar. 31, 2018	Dec. 31, 2017
<b>ASSOCIATES HELD BY BEC-TERO ENTERTAINMENT</b>						
<b><u>PUBLIC CO., LTD.</u></b>						
1. FOREVER BEC-TERO COMPANY LIMITED	49.00	49.00	387	387	116,895	126,871
2. LIVE NATION BEC-TERO ENTERTAINMENT CO., LTD.*	50.10	50.10	5,010	5,010	22,768	23,756
3. BEC-TERO SHOW CO., LTD.	40.00	40.00	4,000	4,000	(164)	259
<b>TOTAL INVESTMENTS IN ASSOCIATES HELD BY SUBSIDIARY (CONSOLIDATED)</b>					<b>139,499</b>	<b>150,886</b>
<b>RELATED COMPANY HELD BY</b>						
<b><u>BEC-TERO ENTERTAINMENT PUBLIC CO., LTD.</u></b>						
1. BEC-TERO TRUE VISIONS CO., LTD.**	-	-	25,000	25,000		
<u>LESS</u> ALLOWANCE FOR IMPAIRMENT			(22,326)	(22,326)		
<b>TOTAL INVESTMENTS IN RELATED COMPANY BY SUBSIDIARY (CONSOLIDATED)</b>			<b>2,674</b>	<b>2,674</b>		

\* held as investments in associates because BEC-TERO ENTERTAINMENT PUBLIC COMPANY LIMITED, has the right to vote at meeting of 49.70%.

\*\* BEC-TERO TRUE VISIONS CO., LTD. is in the process of liquidation.

## TRANSACTIONS OF SUBSIDIARIES

### The subsidiary held by BEC-TERO ENTERTAINMENT PUBLIC COMPANY LIMITED

#### **BEC-TERO TRUE VISIONS COMPANY LIMITED**

On July 20, 2017, BEC-TERO TRUE VISIONS COMPANY LIMITED, a subsidiary of BEC-TERO ENTERTAINMENT PUBLIC COMPANY LIMITED has registered with the Ministry of Commerce for dissolution and in the process of liquidation and reclassified to investment in related company.

#### **BEC-TERO SASANA COMPANY LIMITED**

On February 1, 2016, BEC-TERO ENTERTAINMENT PUBLIC COMPANY LIMITED, a subsidiary of the Company, has sold its investment in BEC-TERO SASANA CO., LTD (RENAME : TERO SASANA SPORT CLUB CO., LTD.) amount of Baht 135 million, to INSPIRE ENTERTAINMENT CO., LTD., the details of term of payment as following:

##### 1. Cash receiving

- The first installment in amount of Baht 10 million, received in January 2016.
- The second installment in amount of Baht 40 million, received in February 2017, amount of Baht 10 million, May 2017, amount of Baht 20 million and June 2017, amount of Baht 10 million.
- The third installment in amount of Baht 40 million, received in post dated cheque on May 15, 2018.

2. Receiving the right to advertise in printing media of SIAMSPORT amount of Baht 45 million, by dividing the right into 3 years, from 2016 to 2018 Baht 15 million per year using the fair value method to determine the pricing of advertising rate.

A subsidiary of the Company recognized receivable from investments disposal at cash equivalent by discounting to present value using a company's incremental borrowing rate. The difference between the cash equivalent and total settlement to be made is recognized as a interest income over the receiving periods.

A subsidiary of the Company recognized gain on the sale of investment in the consolidated financial statements 2016 in amount of Baht 135.69 million.

As at March 31, 2018 and December 31, 2017, RECEIVABLE FROM INVESTMENT DISPOSAL as follow:

		THOUSAND BAHT	
CONSOLIDATED	Mar. 31, 2018	Dec. 31, 2017	
Cash receiving			
Future value of cash received - beginning	40,000	80,000	
<u>Less</u> Settlement from the receivable from investment disposal	-	(40,000)	
Future value of cash received - ending	40,000	40,000	
<u>Less</u> Deferred interest	(771)	(3,252)	
Interest income for the periods	514	2,481	
Deferred interest-net	(257)	(771)	
Fair value of cash to be received	39,743	39,229	
Barter receivable - beginning	14,399	30,018	
<u>Less</u> Utilizing from barter during the periods	(771)	(15,619)	
Barter receivable - ending	13,628	14,399	
<b>Total receivable from investment disposal</b>	<b>53,371</b>	<b>53,628</b>	

		THOUSAND BAHT				
PARTICULARS	CONSOLIDATED					
	Mar. 31, 2018			Dec. 31, 2017		
	Future value of cash received	Deferred interest income	Present value of cash received	Future value of cash received	Deferred interest income	Present value of cash received
Current portion	53,628	(257)	53,371	54,399	(771)	53,628

Portion of receivable from investment disposal receive within one year, is shown under current assets.

**The associate held by BEC-TERO ENTERTAINMENT PUBLIC COMPANY LIMITED**

**BEC-TERO SHOW COMPANY LIMITED**

On April 25, 2017, BEC TERO ENTERTAINMENT PUBLIC COMPANY LIMITED a subsidiary of the Company has invested in BEC-TERO SHOW COMPANY LIMITED, amount of 399,990 common stocks, amount of Baht 3,999,900 in shareholding proportion of 40.00%. By the objective is to operate the place management for concert and service tickets for concert, entertainment event, sports activities, event activities of concert and all the show.

**Summarized financial information of associates**

Financial information of the associates are summarized, as follow:

MILLION BAHT

Company's name	Total assets		Total liabilities		Total revenues for the three- month periods		Net profit (loss) for the three- month periods	
	Mar. 31, 2018	Dec. 31, 2017	Mar. 31, 2018	Dec. 31, 2017	Mar. 31, 2018	Mar. 31, 2017	Mar. 31, 2018	Mar. 31, 2017
FOREVER BEC-TERO COMPANY LIMITED	501.59	553.34	263.03	294.42	42.36	90.69	(11.35)	2.11
LIVE NATION BEC-TERO ENTERTAINMENT CO., LTD.	286.12	206.40	240.67	158.98	52.49	1.07	(1.97)	(0.50)
BEC-TERO SHOW CO., LTD.	12.51	14.53	12.92	13.88	6.52	-	(1.06)	-

PARTICULARS	TYPE OF BUSINESS	PAID-UP CAPITAL		DIVIDEND FOR THE THREE-MONTH PERIODS	
		Mar. 31, 2018	Dec. 31, 2017	Mar. 31, 2018	Mar. 31, 2017
<b><u>SUBSIDIARIES</u></b>					
1. THE BANGKOK ENTERTAINMENT CO., LTD.	Operating business of TV and radio stations	300,000	300,000	-	-
2. RUNGSIROJVANIT CO., LTD.	Providing, producing TV programmes and sell air time for advertising	5,000	5,000	-	-
3. NEW WORLD PRODUCTION CO., LTD.	Providing, producing TV programmes and sell air time for advertising	5,000	5,000	-	-
4. BEC BROADCASTING CENTER CO., LTD.	Servicing studio equipment	1,000	1,000	-	-
5. YOU & I CORPORATION CO., LTD.	Producing radio programmes, operating radio station	35,000	35,000	-	-
6. BEC ASSET CO., LTD.	Own and leasing assets	30,000	30,000	-	-
7. BEC STUDIO CO., LTD. (*)	Producing programmes and servicing studio equipment	5,000	5,000	-	-
8. BEC INTERNATIONAL DISTRIBUTION CO., LTD.	Providing, producing TV programmes	5,000	5,000	-	-
9. BEC NEWS BUREAU CO., LTD.	Producing news programmes	5,000	5,000	-	-
10. BANGKOK TELEVISION CO., LTD.	Providing, producing TV programmes and sell air time for advertising	5,000	5,000	-	-
11. BANGKOK SATELLITE & TELECOMMUNICATION CO., LTD. (*)	Satellite uplink-downlink services	25,000	25,000	-	-
12. BEC IT SOLUTION CO., LTD.	Information technology services, retail of computer accessories and maintenance service	15,000	15,000	-	-
13. SATELLITE TV BROADCASTING CO., LTD. (*)	Satellite uplink-downlink services	1,000	1,000	-	-
14. BEC-TERO ENTERTAINMENT PUBLIC COMPANY LIMITED	Providing and producing TV programmes and sell air time for TV advertising; producing and promoting music for organizing concert, producing pictures and plays	200,000	200,000	-	-
15. BECI CORPORATION LTD.	Invest in internet business	200,000	200,000	-	-
16. BEC MULTIMEDIA CO., LTD.	Operating business of Digital TV	200,000	200,000	-	-

\* NOT YET OPERATING

THOUSAND BAHT

PARTICULARS	TYPE OF BUSINESS	PAID-UP CAPITAL		DIVIDEND FOR THE THREE-MONTH PERIODS	
		Mar. 31, 2018	Dec. 31, 2017	Mar. 31, 2018	Mar. 31, 2017
<b><u>COMPANIES HELD BY</u></b>					
1. BEC INTERNATIONAL DISTRIBUTION CO., LTD. <u>SUBSIDIARY</u>					
1. TVB 3 NETWORK CO., LTD.	Providing and producing TV programmes and sell air time	10,000	10,000	-	-
<hr/>					
2. BEC-TERO ENTERTAINMENT PUBLIC COMPANY LIMITED <u>SUBSIDIARIES</u>					
1. THAITICKETMAJOR CO., LTD.	Servicing for producing advertisement, reserve and selling show ticket, servicing to make seats reservation and sell bus tickets, sales of toys, souvenirs and gift	10,000	10,000	5,640	-
2. BEC-TERO SCENARIO CO., LTD.	Organizing show on the stage	40,000	40,000	-	-
3. BEC-TERO RADIO CO., LTD.	Sell advertising for broadcast radio and concerts	49,960	49,960	-	-
4. BEC-TERO MYANMAR COMPANY LIMITED	Service for ticketing, television program production, entertainment event, and distribution services for audio/video CD production in REPUBLIC OF THE UNION OF MYANMAR	6,215 (USD 200,000)	6,215 (USD 200,000)	-	-
<u>ASSOCIATES</u>					
1. FOREVER BEC-TERO COMPANY LIMITED	Provide and produce entertainment show also sell air time for TV advertising REPUBLIC OF THE UNION OF MYANMAR	789 (USD 25,000)	789 (USD 25,000)	-	-
2. LIVE NATION BEC-TERO ENTERTAINMENT CO., LTD.	Organizing international concert in Thailand	10,000	10,000	-	-
3. BEC-TERO SHOW CO., LTD.	Operate the place management and service tickets for concert, entertainment event, sports activities, event activities of concert and all the show	10,000	10,000	-	-
TOTAL DIVIDEND				5,640	-
- DIVIDEND RECEIVED FROM SUBSIDIARIES HELD BY SUBSIDIARY				5,640	-

**10. DEFERRED RIGHT TO USE SPECTRUM**

THOUSAND BAHT

PARTICULARS	CONSOLIDATED	
	Mar. 31, 2018	Dec. 31, 2017
<b><u>Cost</u></b>		
Deferred right to use spectrum	5,790,745	5,790,745
<b><u>Accumulated amortization</u></b>		
Accumulated amortization - brought forward	1,438,209	1,053,448
<u>Add</u> Amortization of right to use spectrum for the periods	94,873	384,761
Accumulated amortization - carried forward	1,533,082	1,438,209
Deferred right to use spectrum-net	4,257,663	4,352,536

BEC MULTIMEDIA CO., LTD., a subsidiary of the Company, won the auctions for licenses to use the spectrum to provide digital television service in the type of national commercial service ("License Agreement") including 3 licenses with price of auction totaling Baht 6,471 million (Excluding VAT) and the auction document charges amount of Baht 3 million, a subsidiary of the Company recognized deferred right to use spectrum totaling Baht 6,474 million. A subsidiary of the Company, recognized the cost of deferred right to use spectrum with the cash equivalent based on present value of installments this amount Baht 5,882.86 million.

The license to use the spectrum for 3 licenses consist :

1. General high-definition category                      The license fee amount of Baht 3,530 million
2. General standard-definition category                The license fee amount of Baht 2,275 million
3. Kids and family category                                The license fee amount of Baht 666 million

The terms and conditions specified in the auction, the subsidiary made its first license payment for 3 licenses totaling Baht 1,561.24 million (including VAT) including deposit guarantee on application for spectrum licensing amount of Baht 203 million and placed the letter of guarantee from a commercial bank to guarantee the remaining payment amount of Baht 5,362.73 million (including VAT) for The National Broadcasting and Telecommunications Commission on February 10, 2014, the remaining fees amount of Baht 5,011.90 million, will be paid within 5 years from the date of receipt of the license, separate payments as follows:

2<sup>nd</sup> installments Due within 30 days after the maturity period of 1 year from the date of receipt of the license totaling Baht 1,053.10 million (excluding VAT), the company paid on May 22, 2015.

3<sup>rd</sup> installments Due within 30 days after the maturity period of 2 years from the date of receipt of the license totaling Baht 1,091.20 million (excluding VAT), the company paid on May 23, 2016.

On December 20, 2016, National Council for Peace and Order (NCPO) issued an order under Section 44 to promote the business of radio broadcasting, television broadcasting and telecommunications for public interest. The order allows the license holders, who were unable to comply with the initial terms and conditions of license fee payment from the fourth installment onwards, to extend the payment term by providing a written notification to NBTC in advance. In case NBTC deems the requests appropriate, the rest of license fee payments was extended from the fourth installment onwards to 3 years extension, which was originally from the final installment due in 2019 to 2022. A subsidiary of the company has exercised the extension rights for the rest of license fee payment, separate payments as follows:

4<sup>th</sup> installments Due within 30 days after the maturity period of 3 years from the date of receipt of the license totaling Baht 545.60 million (excluding VAT), the company paid on May 23, 2017.

5<sup>th</sup> installments Due within 30 days after the maturity period of 4 years from the date of receipt of the license totaling Baht 545.60 million (excluding VAT).

6<sup>th</sup> installments Due within 30 days after the maturity period of 5 years from the date of receipt of the license totaling Baht 444.10 million (excluding VAT).

7<sup>th</sup> installments Due within 30 days after the maturity period of 6 years from the date of receipt of the license totaling Baht 444.10 million (excluding VAT).

8<sup>th</sup> installments Due within 30 days after the maturity period of 7 years from the date of receipt of the license totaling Baht 444.10 million (excluding VAT).

9<sup>th</sup> installments Due within 30 days after the maturity period of 8 years from the date of receipt of the license totaling Baht 444.10 million (excluding VAT).

The subsidiary has adjusted the cost of deferred right to use spectrum by using discounted cash flow to present value to decrease in amount of Baht 92.11 million.

**11. OTHER NON-CURRENT ASSETS**

THOUSAND BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2018	Dec. 31, 2017	Mar. 31, 2018	Dec. 31, 2017
Deferred right to use property - net	10,079	10,447	-	-
Marginal deposit and venue deposit	64,605	63,956	10,424	10,424
Withholding tax (over 1 year)	674,124	382,199	-	-
Others	641	641	-	-
<b>Total other non-current assets</b>	<b>749,449</b>	<b>457,243</b>	<b>10,424</b>	<b>10,424</b>

**12. BANK OVERDRAFTS AND SHORT-TERM BORROWINGS FROM FINANCIAL INSTITUTIONS**

THOUSAND BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2018	Dec. 31, 2017	Mar. 31, 2018	Dec. 31, 2017
Bank overdrafts from financial institutions	9,795	9,885	-	-
Promissory notes	240,000	240,000	-	-
<b>Total bank overdrafts and short-term borrowings from financial institutions</b>	<b>249,795</b>	<b>249,885</b>	<b>-</b>	<b>-</b>

Promissory notes of subsidiary are guaranteed by director of subsidiary and the subsidiary  
(See Note 24.7.2).

**13. TRADE AND OTHER PAYABLES**

THOUSAND BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2018	Dec. 31, 2017	Mar. 31, 2018	Dec. 31, 2017
Trade accounts payables	1,006,720	828,622	315,652	260,057
Other payables	87,556	87,116	3,134	2,478
<b>Total trade and other payables</b>	<b>1,094,276</b>	<b>915,738</b>	<b>318,786</b>	<b>262,535</b>

**14. SHORT-TERM BORROWINGS FROM RELATED PARTIES**

THOUSAND BAHT

PARTICULARS	SEPARATE FINANCIAL STATEMENTS		INTEREST RATES (%) PER ANNUM	
	Mar. 31, 2018	Dec. 31, 2017	Mar. 31, 2018	Dec. 31, 2017
<b>BORROWINGS FROM</b>				
- <b>SUBSIDIARIES</b>				
1. RUNGSIROJVANIT CO., LTD.				
Beginning balances	800,000	1,059,826		
Increase during the periods	-	200,000		
Repayment during the periods	(300,000)	(459,826)		
Ending balances	500,000	800,000	3.000-3.250	3.000-3.250
2. NEW WORLD PRODUCTION CO., LTD.				
Beginning balances	103,000	16,000		
Increase during the periods	-	90,000		
Repayment during the periods	-	(3,000)		
Ending balances	103,000	103,000	3.000-3.250	3.000-3.250
3. BEC BROADCASTING CENTER CO., LTD.				
Beginning balances	100,000	-		
Increase during the periods	-	100,000		
Ending balances	100,000	100,000	3.000	3.000
4. BEC STUDIO CO., LTD.				
Beginning balances	8,000	8,000		
Ending balances	8,000	8,000	3.250	3.250
5. BANGKOK SATELLITE & TELECOMMUNICATION CO., LTD.				
Beginning balances	44,000	44,000		
Ending balances	44,000	44,000	3.250	3.250
6. BEC IT SOLUTION CO., LTD.				
Beginning balances	5,000	5,000		
Ending balances	5,000	5,000	3.250	3.250
7. BECI CORPORATION LTD.				
Beginning balances	150,000	175,000		
Repayment during the periods	-	(25,000)		
Ending balances	150,000	150,000	3.250	3.250
Total short-term borrowings from related parties	910,000	1,210,000		

**15. ACCRUED RIGHT TO USE SPECTRUM**

THOUSAND BAHT

PARTICULARS	CONSOLIDATED					
	Mar. 31, 2018			Dec. 31, 2017		
	Future value of payments	Deferred interest expenses	Present value of payments	Future value of payments	Deferred interest expenses	Present value of payments
Current portion	545,600	(73,612)	471,988	545,600	(73,612)	471,988
Over 1 year but not over 5 years	1,776,400	(83,876)	1,692,524	1,776,400	(102,027)	1,674,373
Total	2,322,000	(157,488)	2,164,512	2,322,000	(175,639)	2,146,361

THOUSAND BAHT

PARTICULARS	CONSOLIDATED	
	Mar. 31, 2018	Dec. 31, 2017
Present value at the beginning	2,146,361	2,610,838
<u>Less</u> Payment of the digital television license fee	-	(500,043)
Payment of the interest expenses	-	(45,557)
Total payment of the digital television license fee	-	(545,600)
Amortization of interest for spectrum licensing for the periods	18,151	81,123
Present value at the ending periods	2,164,512	2,146,361

Accrued right to use spectrum is the license fees to use the spectrum and payable on a yearly basis. This will be completed by the year 2022 (See Note 10).

Portion of accrued right to use spectrum due within one year, is shown under current liabilities.

## 16. DEBENTURES

On May 31, 2017, the Company has issued the debentures which are approved by the Ordinary General Shareholders' Meeting on April 27, 2017, as follows :

CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS	AMOUNT OF UNIT (UNIT)	INVESTMENT VALUE (THOUSAND BAHT)
Debentures No. 1/2017 (At face value of Baht 1,000)	3,000,000	3,000,000
TYPE OF DEBENTURES	Unsubordinated and unsecured without a debenture holders' representative and are in the name-registered.	
TENOR (YEARS)	5	
INTEREST RATE (%) PER ANNUM	3.14	
INTEREST PAYMENTS	Interest payments are paid semi-annually on May 31 and November 30 each year.	
Maturity date	May 31, 2022	

THOUSAND BAHT

PARTICULARS	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2018	Dec. 31, 2017
Debentures value	3,000,000	3,000,000
<u>Less</u> Deferred debentures issuing costs	(3,067)	(3,472)
Amortization of deferred debentures issuing costs	174	405
Deferred debentures issuing costs - net	(2,893)	(3,067)
Debentures - net	2,997,107	2,996,933

**17. PROVISION FOR LONG-TERM EMPLOYEE BENEFITS**

THOUSAND BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2018	Dec. 31, 2017	Mar. 31, 2018	Dec. 31, 2017
<u>Defined benefit obligation</u>				
Beginning balances	657,170	618,604	54,866	54,977
<u>Add</u> Current service cost	9,582	35,960	577	2,077
Interest cost	2,632	10,101	131	455
<u>Less</u> Benefit paid during the periods	(19,377)	(7,495)	-	(2,643)
Ending balances	650,007	657,170	55,574	54,866

The principle assumptions used in determining the employee benefit liabilities are shown as follows:

PARTICULARS	CONSOLIDATED	SEPARATE FINANCIAL STATEMENTS
Discount rate	2.8 % per annum	2.8 % per annum
Salary increase rate (depends on the age)	3 - 10 % per annum	3 - 10 % per annum
Staff turnover rate (depends on the age)	0 - 19 % per annum	0 - 10 % per annum

In March 2018, Group Companies have early retirement project and estimates extra compensation in consolidated financial statements amount of Baht 39.59 million. Under such project, some part of extra compensation has to deduct from incremental liabilities from provision for long-term employee benefits.

**18. DIVIDEND PAYMENT AND DIRECTORS' REMUNERATION**

On August 10, 2017, the Board of Direction's Meeting No. 8/2017 was held and has a resolution to pay interim dividend for 2,000 million shares at Baht 0.10 per share amount of Baht 200 million. The interim dividend payment was made on September 7, 2017.

On April 27, 2017, the Ordinary General Shareholders' Meeting was held and has acknowledged the payment of interim dividend during the year 2016 to the shareholders following the Board of Directors' Meeting held on August 15, 2016, which has a resolution to pay interim dividend at Baht 0.45 per share amount of Baht 900 million. The interim dividend payment was made on September 14, 2016 and has a resolution to pay dividend for the results of their operation for the second half of the

year 2016 at Baht 0.15 per share amount of Baht 300 million, dividend payment was made on May 25, 2017. Total dividend payment following the resolution at Baht 0.60 per share amount of Baht 1,200 million. The Meeting also approved to pay the directors' remuneration for the year 2017 directors' bonus amount of Baht 18 million and meeting allowance at the rate specified.

## 19. FINANCE COSTS

THOUSAND BAHT

FOR THE THREE-MONTH PERIODS ENDED MARCH 31,	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2018	2017	2018	2017
Amortization of interest for spectrum licensing	18,151	22,779	-	-
Interest expenses	5,742	17,650	7,794	25,100
Debentures interest	23,227	-	23,227	-
Amortization of deferred debentures issuing costs	174	-	174	-
Total finance costs	47,294	40,429	31,195	25,100

## 20. EXPENSES BY NATURE

THOUSAND BAHT

FOR THE THREE-MONTH PERIODS ENDED MARCH 31,	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2018	2017	2018	2017
Increase in changes of finished goods	(1,682)	(1,932)	(253)	(723)
Production expenses	1,353,070	1,422,754	611,340	715,311
Organizing concerts and shows expenses	50,278	65,033	-	-
Director and management benefit expenses	47,963	32,687	28,758	12,777
Employee benefit expenses	402,560	426,470	31,311	26,385
Depreciation	54,317	56,610	2,435	1,928
Amortization of intangible assets	9,816	5,478	67	66
Amortization of right to use property	54,807	55,639	-	-
Amortization of right to use spectrum	94,873	94,873	-	-
Amortization of additional compensation	11,535	11,535	-	-
Amortization of other non-current assets	368	368	-	-
Agencies and promotions expenses	86,633	86,858	278	387
Building and premises expenses	118,729	107,124	23,741	20,873
Other expenses	308,720	343,726	41,686	33,531
Total	2,591,987	2,707,223	739,363	810,535

## 21. INCOME TAX

Corporate income taxes of the Company and subsidiaries for the three-month ended March 31, 2018 and 2017 were calculated from the accounting profit (loss) and adjusted with other revenues and some expenses which are exempted from income tax, such as dividend income etc. or being disallowable expenses in income tax computation purposes such as doubtful debt and loss on impairment, etc.

The Company has calculated corporate income taxes at the rate of 20 percent.

The corporate income taxes of subsidiaries established under Thai law are calculated at the rate of 10, 15 and 20 percent.

The corporate income taxes of a subsidiaries established under The Republic of Union of Myanmar law are calculated at the rate of 25 percent.

Income tax expenses (revenues) recognized in statements of income consist:

THOUSAND BAHT

PARTICULARS FOR THE THREE-MONTH PERIODS ENDED MARCH 31,	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2018	2017	2018	2017
The corporate income tax for the period	60,909	82,829	20,981	17,471
Deferred tax from the temporary difference and the reversal of the temporary	(89,457)	(16,760)	15,109	10,942
<b>Income tax expenses (revenues)</b>	<b>(28,548)</b>	<b>66,069</b>	<b>36,090</b>	<b>28,413</b>

As at March 31, 2018 and December 31, 2017, the deferred tax assets arose from the following temporary differences:

THOUSAND BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2018	Dec. 31, 2017	Mar. 31, 2018	Dec. 31, 2017
<b>Temporary differences in the statements of income</b>				
Allowance for trading security	(4,835)	(5,359)	(4,835)	(5,359)
Allowance for doubtful accounts receivable	8,624	7,502	-	-
Allowance for available-for-sale security	176,224	176,224	176,224	176,224
Allowance for diminution of other current assets	545	545	-	-
Calculate depreciation difference from tax rate	16,743	16,743	-	-
Provision for employee benefits	642,371	649,698	55,574	54,866
(Gain) loss on revaluation investments property	(1,249)	(1,249)	114	114
Calculate amortization of right to use spectrum difference from tax rate	373,117	366,789	-	-
Calculation of gain on sale of investments difference from tax rate	257	771	-	-
Amortization copyright plays disposal difference from tax rate	-	76,949	-	76,949
Allowance for losses from investment in subsidiary dissolution held by subsidiary	22,326	22,326	-	-
Unused tax losses	2,398,188	1,874,260	-	-
Deferred debentures issuing costs	(2,893)	(3,067)	(2,893)	(3,067)
Total	3,629,418	3,182,132	224,184	299,727
<b>Temporary differences in the shareholders' equity</b>				
Unrealized gain on remeasuring available- for-sale security	(95,412)	(95,412)	(95,412)	(95,412)
<b>Total</b>	3,534,006	3,086,720	128,772	204,315
<b>Deferred tax assets calculated from tax rate of 20%</b>	706,801	617,344	25,754	40,863

**22. TRANSACTIONS WITH RELATED PERSONS AND PARTIES**

The Company and subsidiaries have certain transactions with the related persons and parties which are related through, directorship or shareholding or having shareholders or co-directors. Such transactions incur in normal business at market price which are comparable to the trading transactions with others. The effects of these transactions were reflected in the accompanying financial statements on the bases mutually agreed by the Company and subsidiaries with persons and parties concerned as follows:

RELATED PARTIES	RELATIONSHIP
1. Subsidiaries	See Note 9
2. Associates held by subsidiary	See Note 9
3. Related companies	
3.1 MALEENONT TOWER CO., LTD.	Shareholders and /co-directors
3.2 MILLIONAIRE PROPERTY FUND	MALEENONT TOWER CO., LTD., is major investment unit holder
3.3 WAVE ENTERTAINMENT PUBLIC CO., LTD. AND SUBSIDIARIES	Co-directors
3.4 THAI FIGHT CO., LTD.	Directors and related parties are shareholders
3.5 DDD NIRUNDORN CO., LTD.	Shareholders and /co-directors
4. Related companies of subsidiary	
4.1 TELEVISION BROADCASTS LIMITED	The holding company of TVB 3 NETWORK CO., LTD., a subsidiary company of BEC INTERNATIONAL DISTRIBUTION CO., LTD.
4.2 FOREVER GROUP CO., LTD.	The holding company of FOREVER BEC-TERO CO., LTD., an of BEC-TERO ENTERTAINMENT PUBLIC COMPANY LIMITED
4.3 LIVE NATION (HK) LIMITED	The holding company of LIVE NATION BEC-TERO ENTERTAINMENT CO., LTD., an associate of BEC-TERO ENTERTAINMENT PUBLIC COMPANY LIMITED
5. Related persons	Directors of Company /subsidiaries

The significant transactions with related person and parties are as follows:

THOUSAND BAHT

STATEMENTS OF FINANCIAL POSITION TRANSACTIONS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2018	Dec. 31, 2017	Mar. 31, 2018	Dec. 31, 2017
1. Trade and other receivables (Note 5)				
Trade accounts receivables				
- Subsidiaries	-	-	1,645,493	1,845,107
- Related companies	5,566	2,788	-	-
- Associates held by subsidiary	1,801	2,107	-	-
- Related company of subsidiary	48,289	49,973	-	-
Total trade accounts receivables	55,656	54,868	1,645,493	1,845,107
Other receivables				
- Associates held by subsidiary	88,191	89,243	-	-
Total other receivables	88,191	89,243	-	-
Total trade and other receivables	143,847	144,111	1,645,493	1,845,107
2. Short-term loans (Note 6)				
- Subsidiaries-net	-	-	4,460,794	4,328,018
- Associates held by subsidiary-net	24,846	25,947	-	-
Total	24,846	25,947	4,460,794	4,328,018
3. Other current assets				
- Subsidiaries	-	-	88,275	104,177
- Associates held by subsidiary	6,242	6,071	-	-
Total	6,242	6,071	88,275	104,177
4. Purchase of plays				
- Related companies	-	56,000	-	56,000
5. Sale of plays				
- Subsidiaries	-	-	112,627	436,074
6. Sale investments property				
- Related companies	-	91,326	-	-
7. Other non-current assets				
Leased building deposits				
- Related companies	47,007	46,920	10,420	10,420

STATEMENTS OF FINANCIAL POSITION TRANSACTIONS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2018	Dec. 31, 2017	Mar. 31, 2018	Dec. 31, 2017
8. Trade and other payables				
- Subsidiaries	-	-	24,697	61,524
- Associates held by subsidiary	5,975	6,002	-	-
- Related companies	12,535	12,441	-	-
- Related companies of subsidiary	4,764	4,768	-	-
Total	23,274	23,211	24,697	61,524
9. Short-term borrowings (Note 14)				
- Subsidiaries	-	-	910,000	1,210,000
10. Accrued interest expenses				
- Subsidiaries	-	-	11,379	19,663
- Related companies of subsidiary	1,794	1,785	-	-
Total	1,794	1,785	11,379	19,663
11. Other current liabilities				
- Associates held by subsidiary	51,335	20,203	-	-
INCOME STATEMENT TRANSACTIONS FOR THE THREE-MONTH PERIODS ENDED MARCH 31,	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2018	2017	2018	2017
12. Advertisement income				
- Subsidiaries	-	-	180,372	228,768
- Associates held by subsidiary	4,680	-	-	-
- Related companies	2,596	-	-	-
Total	7,276	-	180,372	228,768
13. Income from copyright and other services				
- Subsidiaries	-	-	691,264	679,878
- Associates held by subsidiary	9,762	5,407	-	-
- Related companies of subsidiary	300	736	-	-
Total	10,062	6,143	691,264	679,878
14. Income from organizing concerts and shows				
- Associates held by subsidiary	1,770	-	-	-
15. Sales of goods				
- Subsidiaries	-	-	57	-

INCOME STATEMENT TRANSACTIONS FOR THE THREE-MONTH PERIODS ENDED MARCH 31,	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2018	2017	2018	2017
16. Other income				
- Subsidiaries	-	-	37,910	33,337
- Associates held by subsidiary	3,449	5,884	-	-
- Related companies of subsidiary	138	154	-	-
Total	3,587	6,038	37,910	33,337
17. Cost of sales and services				
- Subsidiaries	-	-	64,960	69,441
- Associates held by subsidiary	756	-	-	-
- Related companies	35,545	35,959	47	75
Total	36,301	35,959	65,007	69,516
18. Cost of organizing concerts and shows				
- Associates held by subsidiary	3,002	-	-	-
19. Sale expenses				
- Associates held by subsidiary	422	-	-	-
20. Administrative expenses				
- Subsidiaries	-	-	9,030	8,776
- Associates held by subsidiary	204	608	-	-
- Related companies	32,492	32,638	11,055	11,014
Total	32,696	33,246	20,085	19,790
21. Interest expenses				
- Subsidiaries	-	-	7,794	9,648
- Related companies of subsidiary	9	7	-	-
Total	9	7	7,794	9,648

### 23. FINANCIAL INFORMATION BY SEGMENT

The Company and its subsidiaries operate in one industrial segment, that is the business of entertainment and recreation which operate in geographical areas, Thailand and Republic of the Union of Myanmar. Therefore, the revenues, profit and all assets shown in the consolidated and the separate financial statements are related to the aforesaid business segment and geographical areas. The amount of business segment in the Republic of the Union of Myanmar is immaterial.

## 24. COMMITMENTS AND CONTINGENT LIABILITIES

### 24.1 Commitments

As at March 31, 2018, the subsidiaries have commitments, as follows :

MILLION BAHT	
PARTICULARS	CONSOLIDATED
Bank guarantees	
- guarantee for compliance with the terms of payment spectrum to provide terrestrial digital television service in the type of national commercial service	2,484.54
- guarantee for compliance with Lease Agreement to lease for digital terrestrial television network service	206.72
- guarantee for payment of the broadcast live match, match records and others of international football programs	31.41
- guarantee of agreement for joint operation of color TV transmission	10.00
- others	10.97

### 24.2 Commitments on leases agreement

As at March 31, 2018, the Company and its subsidiaries have commitments on leases agreement, as follows:

- The Company and its subsidiaries have entered into Lease Agreement to lease the office space of Maleenont Tower, on B1, G, 2<sup>nd</sup>- 11<sup>th</sup>, 21<sup>st</sup>- 23<sup>th</sup>, 25<sup>th</sup> - 28<sup>th</sup> and 30<sup>th</sup>- 34<sup>th</sup> floors, at 3199 Rama IV Road, Kwaeng Klongtan, Khet Klongtoey, Bangkok with Millionaire Property Fund for the total period of 3 years.

- Its subsidiary has entered into Lease Agreement to lease the space of Maleenont Tower (M II), on B2 and 2<sup>nd</sup>- 12<sup>th</sup> floors for the period of 3 years, commencing from April 9, 2016 to April 8, 2019.

- Its subsidiary has entered into Lease Agreement to lease the space of BAIYOK II Building, 84<sup>th</sup> floor for the period of 3 years, commencing from March 17, 2017 to March 16, 2020.

MILLION BAHT

PARTICULARS	CONSOLIDATED	SEPARATE FINANCIAL STATEMENTS
Space rental, equipment and furnishing on the leased space (per month)		
Maleenont Tower	5.83	2.05
Maleenont Tower (M II)	2.86	-
BAIYOK II Building	1.20	-
Total	9.89	2.05
Common services (per month)		
Maleenont Tower	3.89	1.37
Maleenont Tower (M II)	1.90	-
Total	5.79	1.37
Total	15.68	3.42

- The subsidiary has transferred Land Sub-Lease Agreement from BEC-TERO SASANA CO., LTD. (RENAME : TERO SASANA SPORT CLUB CO., LTD.) for the period of 8 years and 11 months, commencing from February 1, 2016 to December 31, 2024. As at March 31, 2018 payments are as follows :

MILLION BAHT

PARTICULARS	MINIMUM AMOUNT
Current portion	1.44
Over 1 year but not over 5 years	6.30
Over 5 years	2.94
Total	10.68

24.3 Commitments on joint-operation contracts with MCOT

As at March 31, 2018, BANGKOK ENTERTAINMENT CO., LTD., has to pay annual compensation to MCOT according to the Television Joint-operation of color TV transmission contract, as follows :

MILLION BAHT	
PARTICULARS	MINIMUM AMOUNT
Current portion	238.25
Over 1 year	183.78
Total	422.03

As at March 31, 2018, BANGKOK ENTERTAINMENT CO., LTD., has to pay annual compensation according to the Contract of Operating Program and Advertisement through an MCOT FM radio station, at 105.5 MH frequency to MCOT, as follows :

MILLION BAHT	
PARTICULARS	MINIMUM AMOUNT
Current portion	29.79
Over 1 year	26.86
Total	56.65

24.4 As at March 31, 2018, commitments of Lease Agreement to lease for digital terrestrial television network service between BEC MULTIMEDIA CO., LTD., with TPBS as follows :

MILLION BAHT	
PARTICULARS	MINIMUM AMOUNT
Current portion	276.00
Over 1 year but not over 5 years	1,104.00
Over 5 years	1,438.27
Total	2,818.27

24.5 Commitments on satellite signal services and integrated signal services

24.5.1 BEC MULTIMEDIA CO., LTD., a subsidiary of the Company, entered into a satellite signal services with THAICOM PUBLIC COMPANY LIMITED for the period of 2 years 19 days, commencing from December 1, 2017 to December 19, 2019. As at March 31, 2018 payments are as follows :

MILLION BAHT	
PARTICULARS	MINIMUM AMOUNT
Current portion	71.82 (USD 2,286,600.00)
Over 1 year	36.63 (USD 1,166,373.34)
Total	108.45

24.5.2 BEC MULTIMEDIA CO., LTD., a subsidiary of the Company, entered into a integrated signal services with TC BROADCASTING COMPANY LIMITED for the period of 2 years 19 days, commencing from December 1, 2017 to December 19, 2019. As at March 31, 2018 payments are as follows :

MILLION BAHT	
PARTICULARS	MINIMUM AMOUNT
Current portion	1.16 (USD 36,900.00)
Over 1 year	0.65 (USD 20,610.00)
Total	1.81

24.5.3 BEC MULTIMEDIA CO., LTD., a subsidiary of the Company, entered into a contract the high-speed communication circuit services with INTERLINK TELECOM COMPANY LIMITED for the period of 3 years, commencing from May 1, 2017 to April 30, 2020. As at March 31, 2018 payments are as follows :

MILLION BAHT	
PARTICULARS	MINIMUM AMOUNT
Current portion	3.11
Over 1 year but not over 3 years	3.37
Total	6.48

24.5.4 BEC MULTIMEDIA CO., LTD., a subsidiary of the Company, entered into a integrated signal services Preemptible Transponder with THAICOM PUBLIC COMPANY LIMITED for the period of 8 years 6 months and 25 days, commencing from September 1, 2015 to March 25, 2024. As at March 31, 2018 payments are as follows :

MILLION BAHT	
PARTICULARS	MINIMUM AMOUNT
Current portion	24.06 (USD 766,100.00)
Over 1 year but not over 5 years	96.24 (USD 3,064,400.00)
Over 5 years	23.73 (USD 755,459.76)
Total	144.03

24.6 Commitments on right charges under buying forward contract

The Company and subsidiaries have commitments on right charges under buying forward contract, as at March 31, 2018 are as follows :

PARTICULARS	MINIMUM AMOUNT	
	CONSOLIDATED	SEPARATE FINANCIAL STATEMENTS
Current portion		
- Foreign pictures	323.96	323.96
- Volleyball	137.88	137.88
	(USD 4,390,000)	(USD 4,390,000)
- Music copyright	15.70	-
	(USD 500,000)	
- Computer software copyright	3.83	3.83
	(USD 121,980)	(USD 121,980)
Over 1 year but not over 5 years		
- Foreign pictures	2.74	2.74
- Volleyball	233.58	233.58
	(USD 7,437,500)	(USD 7,437,500)
- Computer software copyright	3.83	3.83
	(USD 121,980)	(USD 121,980)
Total	721.52	705.82

24.7 Commitments from guarantees

24.7.1 The Company has commitments from guarantees as follows :

- Guarantees for compliance with the terms of payment of spectrum to provide terrestrial digital television service in the type of national commercial service for BEC MULTIMEDIA CO., LTD., a subsidiary of the Company with a certain financial institution in amount of Baht 2,484.54 million.
- Guarantees for compliance with Lease Agreement to lease for digital terrestrial television network service for BEC MULTIMEDIA CO., LTD., a subsidiary of the Company with a certain financial institution in amount of Baht 206.72 million.

- Guarantees for compliance with the terms of payment of the broadcast live match, match records and others of international football programs for BANGKOK ENTERTAINMENT CO., LTD., a subsidiary of the Company with a certain financial institution in amount of Baht 31.41 million.

24.7.2 BEC-TERO ENTERTAINMENT PUBLIC COMPANY LIMITED, the Company's subsidiary has commitments from guarantees as follows :

- Guarantees for the loans of BEC-TERO RADIO CO., LTD (The subsidiary of BEC-TERO ENTERTAINMENT PUBLIC COMPANY LIMITED), to a certain financial institution in amount not exceed of Baht 120 million.
- Guarantees to comply with the contract of FOREVER GROUP CO., LTD. (The holding company of FOREVER BEC-TERO CO., LTD.) with THAICOM PUBLIC COMPANY LIMITED in amount not exceed USD 1,200,000.
- Guarantees to comply with the contract of Forever BEC-TERO Co., Ltd., (The associate of BEC-TERO ENTERTAINMENT PUBLIC COMPANY LIMITED) and Forever Group Co., Ltd. (The holding company of Forever BEC-TERO Co., Ltd.) with the UNION DES ASSOCIATIONS EUROPEENNES DE FOOTBALL in amount not exceed USD 4,000,000.

## 25. LITIGATION

25.1 According to BEC-TERO ENTERTAINMENT PUBLIC COMPANY LIMITED who is a subsidiary of the Company, it had a dispute in a claim for a breach of contract in the amount of EUR 2.57 million in the arbitral proceedings in Singapore. Later, the subsidiary issued a letter to the arbitral tribunal in order to object the partial award of the tribunal because there had been the grounds that it reasonably believed that the proceedings and the partial award might be unlawful, and wished not to proceed with the arbitration and not to accept any awards of this tribunal. Afterwards, on 3 August 2017, the tribunal had the final award stating that the subsidiary shall pay to the plaintiff the damages of EUR 2.06 million together with interest and arbitration costs as well as costs of the plaintiff as determined by the tribunal. However, the subsidiary expects no negative effect because if the plaintiff wishes to enforce the arbitral award, it must file a request to the courts in Thailand to enforce the award against the subsidiary, whereby Thai courts will then exercise their legally discretionary power to decide whether or not the arbitral award should be enforced. Therefore, the contingent expenses and liabilities from the outcome of such case have not been accounted for.

25.2 In 2017, two subsidiary companies were sued as a co-defendant for a breach of contract to live broadcast football match from Europe in the amount of Baht 260.22 million. The case is being considered by the civil court. The subsidiary companies expect no negative effect from being sued therefore, the contingent expenses and liabilities from the outcome of such case have not been accounted for.

25.3 In 2018, the Company and its subsidiaries were sued as defendants for a tort lawsuit 3 cases in the amount of Baht 553 million. The case is being considered by the civil court. They expect no negative effect from being sued therefore, the contingent expenses and liabilities from the outcome of such case have not been accounted for.

## **26. EVENTS AFTER THE REPORTING PERIOD**

On April 27, 2018, the Ordinary General Shareholders' Meeting was held and has acknowledged the payment of interim dividend during the year 2017 to the shareholders following the Board of Directors's Meeting held on August 10, 2017, which has a resolution to pay interim dividend at Baht 0.10 per share amount of Baht 200 million. The interim dividend payment was made on September 7, 2017 and the Meeting has a resolution no dividend payment for the second half of the year 2017 and the Meeting also approved to pay the directors' remuneration for the year 2018 directors' bonus amount of Baht 18 million and meeting allowance at the rate specified.

## **27. FINANCIAL STATEMENTS APPROVAL**

These interim financial statements are duly approved by the Company's directors on May 10, 2018.