

BEC WORLD PUBLIC COMPANY LIMITED

**CONSOLIDATED AND SEPARATE
FINANCIAL STATEMENTS**

DECEMBER 31, 2016

AUDITOR'S REPORT

To The Shareholders of BEC World Public Company Limited

Opinion

I have audited the consolidated financial statements of BEC World Public Company Limited and its subsidiaries, which comprise the consolidated statements of financial position as at December 31, 2016, and the related consolidated statements of income, comprehensive income, changes in shareholders' equity and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies, and have also audited the separate financial statements of BEC World Public Company Limited for the same period.

In my opinions, the financial statements referred to above present fairly, in all material respects, the financial position of BEC World Public Company Limited and its subsidiaries and of BEC World Public Company Limited as at December 31, 2016, their financial performance and cash flows for the year then ended in accordance with Thai Financial Reporting Standards.

Basis for Opinion

I conducted my audit in accordance with Thai Standards on Auditing. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Group in accordance with the Code of Ethics for Professional Accountants as issued by the Federation of Accounting Professions under the Royal Patronage of His Majesty the King as relevant to my audit of the financial statements, and I have fulfilled my other ethical responsibilities in accordance with the Code. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, were of most significance in my audit of the financial statements of the current period. These matters were addressed in the context of my audit of the financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

Testing the amount of deferred right to use spectrum

As at December 31, 2016, the consolidated financial statements of the Company have deferred right to use spectrum to provide digital television operating amount of Baht 4,737.30 million. Which is considered to be a significant asset in the Group's consolidated statements of financial position, was disclosed in Notes 4.16 and 18 to the financial statements. Digital television is at an intense competition, and as such, there is a risk that operation results may not be in line with

initial forecasts, that the deferred right to use spectrum may possibly be impaired. Therefore, management involved judgment in the estimation cash flow of the recoverable amount in the future.

In evaluating the impairment of right to use spectrum by management, my audit procedures included, among others

- Gaining an understanding discounted cash flow projection, approved by management.
- Assessing the discounted cash flow projection by evaluating the key assumptions and actual operation results, as well as assessing the appropriateness of discount rate used and testing the computation of discounted cash flow projection.
- Evaluating the adequacy of the financial statements disclosures in accordance with Thai Financial Reporting Standards.

The results of a test are satisfactory, and in my opinions, the deferred right to use spectrum value is appropriate as stated.

Other Information

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and my auditor's report thereon. The annual report of the Group is expected to be made available to me after the date of this auditor's report.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated.

When I read the annual report, if I conclude that there is a material misstatement therein, I am required to communicate the matter to those charged with governance for correction of the misstatement.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Thai Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Thai Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Thai Standards on Auditing, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the group audit. I remain solely responsible for my audit opinion.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

(Mr.Chaiyakorn Aunpitipongsa)

Certified Public Accountant Registration No. 3196

February 21, 2017

BEC WORLD PUBLIC COMPANY LIMITED AND SUBSIDIARIES
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2016

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 nd , 3 rd , 8 th , 9 th - 10 th and 30 th - 34 th 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 13 to the 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 FINANCIAL STATEMENTS

The consolidated and the separate financial statements are prepared in accordance with the Accounting Standards and Financial Reporting Standards issued by 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 consolidated financial statements, they are adjusted to be under the same accounting policy as parent company.

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

PARTICULARS	% HOLDING		ESTABLISHED IN
	2016	2015	
<u>SUBSIDIARIES DIRECTLY HELD BY THE COMPANY</u>			
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
	2016	2015	
<u>SUBSIDIARY HELD BY BEC INTERNATIONAL</u>			
<u>DISTRIBUTION CO., LTD.</u>			
1. TVB 3 NETWORK CO., LTD.	59.99	59.99	THAILAND
<u>SUBSIDIARIES HELD BY BEC-TERO</u>			
<u>ENTERTAINMENT PUBLIC COMPANY LIMITED</u>			
1. THAITICKETMAJOR CO., LTD.	59.99	59.99	THAILAND
2. BEC-TERO SCENARIO CO., LTD.	50.00	50.00	THAILAND
3. BEC-TERO SASANA CO., LTD. (RENAME : BEC-TERO SPORT CLUB CO., LTD.)	-	99.99	THAILAND
4. BEC-TERO RADIO CO., LTD.	99.99	99.99	THAILAND
5. BEC-TERO TRUE VISIONS CO., LTD.	50.00	50.00	THAILAND
6. BEC-TERO MYANMAR COMPANY LIMITED	99.99	99.99	REPUBLIC OF THE UNION OF MYANMAR
<u>ASSOCIATES HELD BY BEC-TERO ENTERTAINMENT</u>			
<u>PUBLIC COMPANY LIMITED</u>			
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

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

2.3 The accounting standards that became effective in the current accounting year are as follows :

1. Conceptual Framework for Financial Reporting (revised 2015)

Thai Accounting Standards (TAS)

2. TAS 1 (revised 2015) Presentation of Financial Statements
3. TAS 2 (revised 2015) Inventories
4. TAS 7 (revised 2015) Statement of Cash Flows
5. TAS 8 (revised 2015) Accounting Policies, Changes in Accounting Estimates and Errors
6. TAS 10 (revised 2015) Events After the Reporting Period
7. TAS 11 (revised 2015) Construction Contracts

8.	TAS 12 (revised 2015)	Income Taxes
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9.	TAS 16 (revised 2015)	Property, Plant and Equipment
10.	TAS 17 (revised 2015)	Leases
11.	TAS 18 (revised 2015)	Revenue
12.	TAS 19 (revised 2015)	Employee Benefits
13.	TAS 20 (revised 2015)	Accounting for Government Grants and Disclosure of Government Assistance
14.	TAS 21 (revised 2015)	The Effects of Changes in Foreign Exchange Rates
15.	TAS 23 (revised 2015)	Borrowing Costs
16.	TAS 24 (revised 2015)	Related Party Disclosures
17.	TAS 26 (revised 2015)	Accounting and Reporting by Retirement Benefit Plans
18.	TAS 27 (revised 2015)	Separate Financial Statements
19.	TAS 28 (revised 2015)	Investments in Associates and Joint Ventures
20.	TAS 29 (revised 2015)	Financial Reporting in Hyperinflationary Economies
21.	TAS 33 (revised 2015)	Earnings Per Share
22.	TAS 34 (revised 2015)	Interim Financial Reporting
23.	TAS 36 (revised 2015)	Impairment of Assets
24.	TAS 37 (revised 2015)	Provisions, Contingent Liabilities and Contingent Assets
25.	TAS 38 (revised 2015)	Intangible Assets
26.	TAS 40 (revised 2015)	Investment Property
27.	TAS 41	Agriculture

Thai Financial Reporting Standards (TFRS)

28.	TFRS 2 (revised 2015)	Share-based Payment
29.	TFRS 3 (revised 2015)	Business Combinations
30.	TFRS 4 (revised 2015)	Insurance Contracts
31.	TFRS 5 (revised 2015)	Non-current Assets Held for Sale and Discontinued Operations
32.	TFRS 6 (revised 2015)	Exploration for and Evaluation of Mineral Assets
33.	TFRS 8 (revised 2015)	Operating Segments
34.	TFRS 10 (revised 2015)	Consolidated Financial Statements
35.	TFRS 11 (revised 2015)	Joint Arrangements
36.	TFRS 12 (revised 2015)	Disclosure of Interests in Other Entities
37.	TFRS 13 (revised 2015)	Fair Value Measurement

Thai Accounting Standard Interpretations (TSIC)

- | | |
|----------------------------|---|
| 38. TSIC 10 (revised 2015) | Government Assistance - No Specific Relation to Operating Activities |
| 39. TSIC 15 (revised 2015) | Operating Leases - Incentives |
| 40. TSIC 25 (revised 2015) | Income Taxes - Changes in the Tax Status of an Enterprise or Its Shareholders |
| 41. TSIC 27 (revised 2015) | Evaluating the Substance of Transactions in the Legal Form of a Lease |
| 42. TSIC 29 (revised 2015) | Disclosure - Service Concession Arrangements |
| 43. TSIC 31 (revised 2015) | Revenue - Barter Transactions Involving Advertising Services |
| 44. TSIC 32 (revised 2015) | Intangible Assets - Web Site Costs |

Thai Financial Reporting Standard Interpretations (TFRIC)

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|-----------------------------|--|
| 45. TFRIC 1 (revised 2015) | Changes in Existing Decommissioning, Restoration and Similar Liabilities |
| 46. TFRIC 4 (revised 2015) | Determining Whether an Arrangement Contains a Lease |
| 47. TFRIC 5 (revised 2015) | Rights to Interests Arising from Decommissioning, Restoration and Environmental Rehabilitation Funds |
| 48. TFRIC 7 (revised 2015) | Applying the Restatement Approach under TAS 29 (revised 2015) Financial Reporting in Hyperinflationary Economies |
| 49. TFRIC 10 (revised 2015) | Interim Financial Reporting and Impairment |
| 50. TFRIC 12 (revised 2015) | Service Concession Arrangements |
| 51. TFRIC 13 (revised 2015) | Customer Loyalty Programmes |
| 52. TFRIC 14 (revised 2015) | TAS 19 (revised 2015) - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and Their Interaction |
| 53. TFRIC 15 (revised 2015) | Agreements for the Construction of Real Estate |
| 54. TFRIC 17 (revised 2015) | Distributions of Non-cash Assets to Owners |
| 55. TFRIC 18 (revised 2015) | Transfers of Assets from Customers |
| 56. TFRIC 20 (revised 2015) | Stripping Costs in the Production Phase of a Surface Mine |
| 57. TFRIC 21 (revised 2015) | Levies |

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

2.4 The Federation of Accounting Professions has issued the new accounting standards but not yet effective.

Effective for fiscal years beginning on or after January 1, 2017

Thai Accounting Standards (TAS)

- | | |
|---------------------------|--|
| 1. TAS 1 (revised 2016) | Presentation of Financial Statements |
| 2. TAS 2 (revised 2016) | Inventories |
| 3. TAS 7 (revised 2016) | Statement of Cash Flows |
| 4. TAS 8 (revised 2016) | Accounting Policies, Changes in Accounting Estimates and Errors |
| 5. TAS 10 (revised 2016) | Events After the Reporting Period |
| 6. TAS 11 (revised 2016) | Construction Contracts |
| 7. TAS 12 (revised 2016) | Income Taxes |
| 8. TAS 16 (revised 2016) | Property, Plant and Equipment |
| 9. TAS 17 (revised 2016) | Leases |
| 10. TAS 18 (revised 2016) | Revenue |
| 11. TAS 19 (revised 2016) | Employee Benefits |
| 12. TAS 20 (revised 2016) | Accounting for Government Grants and Disclosure of Government Assistance |
| 13. TAS 21 (revised 2016) | The Effects of Changes in Foreign Exchange Rates |
| 14. TAS 23 (revised 2016) | Borrowing Costs |
| 15. TAS 24 (revised 2016) | Related Party Disclosures |
| 16. TAS 26 (revised 2016) | Accounting and Reporting by Retirement Benefit Plans |
| 17. TAS 27 (revised 2016) | Separate Financial Statements |
| 18. TAS 28 (revised 2016) | Investments in Associates and Joint Ventures |
| 19. TAS 29 (revised 2016) | Financial Reporting in Hyperinflationary Economies |
| 20. TAS 33 (revised 2016) | Earnings Per Share |
| 21. TAS 34 (revised 2016) | Interim Financial Reporting |
| 22. TAS 36 (revised 2016) | Impairment of Assets |
| 23. TAS 37 (revised 2016) | Provisions, Contingent Liabilities and Contingent Assets |
| 24. TAS 38 (revised 2016) | Intangible Assets |
| 25. TAS 40 (revised 2016) | Investment Property |
| 26. TAS 41 (revised 2016) | Agriculture |

27. TAS 104 (revised 2016) Accounting for Troubled Debt Restructuring

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28. TAS 105 (revised 2016) Accounting for Investments in Debt and Equity Securities

29. TAS 107 (revised 2016) Financial Instruments Disclosure and Presentation

Thai Financial Reporting Standards (TFRS)

30. TFRS 2 (revised 2016) Share-based Payment

31. TFRS 3 (revised 2016) Business Combinations

32. TFRS 4 (revised 2016) Insurance Contracts

33. TFRS 5 (revised 2016) Non-current Assets Held for Sale and Discontinued Operations

34. TFRS 6 (revised 2016) Exploration for and Evaluation of Mineral Resources

35. TFRS 8 (revised 2016) Operating Segments

36. TFRS 10 (revised 2016) Consolidated Financial Statements

37. TFRS 11 (revised 2016) Joint Arrangements

38. TFRS 12 (revised 2016) Disclosure of Interests in Other Entities

39. TFRS 13 (revised 2016) Fair Value Measurement

Thai Accounting Standard Interpretations (TSIC)

40. TSIC 10 (revised 2016) Government Assistance - No Specific Relation to Operating Activities

41. TSIC 15 (revised 2016) Operating Leases - Incentives

42. TSIC 25 (revised 2016) Income Taxes - Changes in the Tax Status of an Entity or Its Shareholders

43. TSIC 27 (revised 2016) Evaluating the Substance of Transactions Involving the Legal Form of a Lease

44. TSIC 29 (revised 2016) Service Concession Arrangements: Disclosure

45. TSIC 31 (revised 2016) Revenue - Barter Transactions Involving Advertising Services

46. TSIC 32 (revised 2016) Intangible Assets - Web Site Costs

Thai Financial Reporting Standard Interpretations (TFRIC)

47. TFRIC 1 (revised 2016) Changes in Existing Decommissioning, Restoration and Similar Liabilities

48. TFRIC 4 (revised 2016) Determining Whether an Arrangement Contains a Lease

49. TFRIC 5 (revised 2016) Rights to Interests Arising from Decommissioning, Restoration and Environmental Rehabilitation Funds

50. TFRIC 7 (revised 2016) Applying the Restatement Approach under TAS 29 (revised 2016) Financial Reporting in Hyperinflationary Economies

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|-----------------------------|---|
| 51. TFRIC 10 (revised 2016) | Interim Financial Reporting and Impairment |
| 52. TFRIC 12 (revised 2016) | Service Concession Arrangements |
| 53. TFRIC 13 (revised 2016) | Customer Loyalty Programmes |
| 54. TFRIC 14 (revised 2016) | TAS 19 (revised 2016) - The Limit on a Defined Benefit Asset,
Minimum Funding Requirements and Their Interaction |
| 55. TFRIC 15 (revised 2016) | Agreements for the Construction of Real Estate |
| 56. TFRIC 17 (revised 2016) | Distributions of Non-cash Assets to Owners |
| 57. TFRIC 18 (revised 2016) | Transfers of Assets from Customers |
| 58. TFRIC 20 (revised 2016) | Stripping Costs in the Production Phase of a Surface Mine |
| 59. TFRIC 21 (revised 2016) | Levies |

Management of group companies is evaluating the impact of such accounting standards on the financial statements in the year when they are adopted.

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

3. REVISED ACCOUNTING ERRORS

A subsidiary of the Company has adjusted its accounting errors on digital television licenses to use the spectrum due to the payment term of digital television licenses to use the spectrum is beyond the normal credit term, a subsidiary of the Company is required to compare the cost of digital television licenses to use the spectrum with the cash equivalent based on present value of instalments at the recognition date and recognise the difference between this amount and the total payments as financial cost over the period of payment term of digital television licenses to use the spectrum. A subsidiary of the Company has to restate the financial statements in cost of digital television licenses to use the spectrum in accordance with TAS 38 Intangible Assets with retrospective adjustments in accordance with TAS 8 Accounting Policies, Changes in Accounting Estimates and Errors. Therefore, the retained earnings at January 1, 2015, were adjusted with the effect of accounting errors as follows:

CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE YEAR ENDED DECEMBER 31, 2015	AS PREVIOUSLY REPORTED	ADJUSTMENTS	AS RESTATED
Unappropriated-Beginning balances, January 1, 2015			
Equity holders of the parent	4,979,454,134	(77,684,357)	4,901,769,777
Non-controlling interests	288,192,148	(3,107)	288,189,041

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

4.1 Revenues and expenses recognition

Revenues and expenses are recorded on an accrual basis.

Income from advertising is recorded as revenues whenever the service is broadcasting via television and radio.

Income from pictures, plays and copyright products are recorded as revenues upon the transmission dates or sales.

Income from organizing concert and live shows are recorded after the action performed.

Income from royalties from plays are charged at fixed amounts which the licensee cannot refund and the licensor has no further obligations subsequent to granting the rights, the royalties are recognized as income in full when the licensee is entitled to exploit the rights under the terms of the agreement.

Sales of goods are recognized when the significant risks and rewards of ownership of goods have passed to the buyer.

Dividend income is recorded when shareholder's right to receive is established.

Interest income is recorded on an accrual basis based on the effective interest rate.

4.2 Cash and cash equivalents

Cash and cash equivalents are cash on hand and at bank, and all highly liquid investments due not more than 3 months from the date of acquisition with no obligation.

4.3 Investments in Open-end Fund

Investments in Open-end Fund are considered as trading securities, stated at fair value. Cost of disposed investments during the period is calculated by the weighted average method.

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4.4 Trade accounts receivable and allowance for doubtful accounts

Trade accounts receivable are stated at net realizable value. The Company provides allowance for doubtful accounts by estimating from the uncollectible accounts receivable based on the past experience in debt collection and the current status of outstanding debtors on the statement of financial position date.

4.5 Allowance for goods returned

The estimation for goods returned is set up by assessing from the past experience and other relative factors.

4.6 Receivable from investment disposal

Receivable from investment disposal is measured at cash equivalent receiving by installments discounted to present value using the Company's incremental borrowing rate. The difference between the cash equivalent and total settlement to be made is recognised as interest income over the receiving periods.

4.7 Inventories

Inventories for sale are stated at cost or net realizable value, whichever is the lower. Cost is calculated by the weighted average method.

Programmes which are not yet transmitted are stated at cost and will be recognized as cost after the transmission.

Provision for diminution in value of obsolete, deteriorated inventories which are expected to be unsalable by considering the current condition of inventories.

4.8 Concerts and television programs under process

Concerts under process are amortized to cost of production after proportion of performed.

Television programmes under process are stated at cost of production under processing and producing, which will be recorded to cost whenever the copyrights are transferred and submitted or after transmission.

4.9 Available-for-sale securities

Available-for-sale securities are marketable securities with the objective for long-term investments which stated at fair value. The Company recognized revaluation of available-for-sale securities as separate item in other comprehensive income (loss) under the caption “Available-for-sale securities”.

4.10 Investments in associates and subsidiaries

Associates are companies in which the group of the Company has significant influence and power to participate in determining the financial and operating policies of the associates but not up to the level of governing such policies. Investments in associates shown in the consolidation are presented by the equity method.

Subsidiaries are companies in which the group of the Company has power to govern the financial and operating policies. The Company included the subsidiaries in the consolidated financial statements since the date that the group Company has power to govern until the date of the power to govern is ended. The investments in subsidiaries for the separate financial statements are presented by the cost method net after the allowance for impairment.

4.11 Investments in other companies

Investments in other companies are those companies in which the group of the Company has shareholding but has no power to govern or participate in setting up any policy. Investments in other companies are stated at cost.

4.12 Investments property

Investments property consists of land and structures presented by fair value. The Company and its subsidiaries recognized gain or losses on investments property incurred during the period were duly presented in the gain or loss.

4.13 Property, plant and equipment

Property, plant and equipment are stated at cost. Depreciation is calculated by the straight-line method based on the estimated useful life of assets, as follows:

PARTICULARS	USEFUL LIFE (YEARS)
Building	20
Office furniture and equipment	3-10
Utilities system	5
Television and radio operating equipment	5
Leasehold improvement	5
Motor vehicles	5-10
Processing and tools equipment	5

4.14 Intangible assets

The computer softwares are amortized to expenses by the straight-line method based on the estimated useful life of 3-10 years.

Royalty football players and coach are amortized to cost by the straight-line method based on the period of time specified in the contract.

4.15 Deferred right to use property

Deferred right to use property is amortized to expenses by the remaining periods of concession or by the straight-line method based on the estimated useful life of the following assets:

PARTICULARS	USEFUL LIFE (YEARS)
Building	5-20 or the remaining periods of concession
Building improvement	5
Other structures	5
Color television and radio transmitter	10 or the remaining periods of concession
Color television and radio equipment	5-10
Television relay vehicles	5-10

4.16 Deferred right to use spectrum

The carrying amount of deferred right to use spectrum consists of expenditures that are directly attributable to the licenses to use the spectrum to provide digital television service in the type of national commercial service, is measured at cash price equivalent installments discounted to present value using a company's incremental borrowing rate stated at cost less accumulated amortization. The difference between the cash price equivalent and the total payments to be made is recognised as a financial cost over the license fee payment periods, amortised from the date that it is ready to provide service.

Deferred right to use spectrum is amortized to expenses by the straight-line method according to the periods of licensing agreement.

4.17 Deferred additional compensation

Deferred additional compensation is amortized to expenses by the straight-line method according to the remaining periods of concession.

4.18 Deferred pictures rental, picture products, plays and copyright charges

Pictures rental are amortized to expenses by the straight-line method according to the period specified in the agreement or portion of pictures transmission as specified in the agreement or according to the right as obtained for transmission.

Picture products are amortized to cost by the ratio of revenues received based on the estimated total revenues.

Plays charges are amortized to expenses at 20% per annum since the acquisition and will be amortized to expenses until the balance is equal to 20% of initial cost when the whole story is transmitted for the first time. After that, the straight-line method will be applied to amortize within 5 years.

Copyright charges are amortized to expenses by the straight-line method according to the period specified in the agreement.

4.19 Leases

Operating leases

Leases where most of substantial risks and rewards of ownership of assets remain with the leasing company are accounted for as operating leases. Rental applicable to such operating leases are charged to expenses in the statements of income over the lease term.

Financial leases

Financial leases are the leases which transfer to the Company's subsidiary most of substantial risks and rewards of ownership other than legal title. At the inception, the fair value of the leased assets is recorded together with the obligation, excluding interest element, to pay future rental. Interest or finance charges are recognized as expenses in the statements of income in proportion to the principal balance.

4.20 Deferred tax assets/liabilities

Deferred tax assets/liabilities are recognized for temporary differences arising between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes as at the statements of financial position date. They will be realised in future period when the income is realised, or the expenses provided for are actually incurred and considered deductible for income tax purposes.

Deferred tax assets are recognized for deductible temporary differences or addtible tax are deferred tax liabilities if it is highly probable that the Company will generate sufficient taxable profits from its future operations to utilise these assets.

At each statements of financial position date, the Company reviews and reduces the carrying amount of deferred tax assets/liabilities to the extent that it is no longer probable that sufficient taxable profit be available to allow all or part of the deferred tax asset or deferred tax liabilities to be utilised.

4.21 Income tax expenses

Income tax expenses from profit/loss for the period consist of current income tax and deferred tax. Income tax expenses recognized in income statement unless part of transaction recorded in shareholders' equity recorded directly to equity.

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4.22 Earnings per share

Basic earnings per share are calculated by dividing the annual net profit by the number of issued and paid-up common stocks at the end of the year.

4.23 Foreign currency transactions

Foreign currency transactions incurred during the period are recorded in Baht at the rate ruling on the date of transactions. Outstanding foreign currency assets and liabilities on the statement of financial position date are converted to Baht at the rates of exchange in effect on that date. Gains or losses on exchange rates are credited or charged to operations during the year.

For preparation of the consolidated financial statements, the financial statements of the subsidiary denominated in foreign currencies are converted to Baht based on the following exchange rates:

- Assets and liabilities were translated by the average exchange rates at the end of the year.
- Shareholders' equity and depreciation were translated by the exchange rate in effect on the transaction dates.
- Revenues and expenses were translated by the average exchange rates for the year.

The translation of financial statement differences in foreign currencies was shown under other comprehensive income.

4.24 Barter income

Barter income arose from the exchange of different goods or service for other goods or service, of which is recognized at fair value of those goods or service in exchange.

4.25 Employee benefits

Short-term employee benefits

The Company and its subsidiaries recognized salaries, wages, bonuses and contributions to the social security fund as expenses when incurred.

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Long-term employee benefits

Defined contribution plan

The Company and its subsidiaries provide a provident fund, which is a defined contribution plan, the assets of which are held in a separate trust fund and managed by the external fund manager. Such provident fund is contributed by payments from employees and the Company. Contributions to the provident fund are charged to the statements of income in the incurred period.

Defined benefit plan

The provision for employee retirement benefits is recognized as an expense of operations over the employee's service period. It is calculated by estimating the amount of future benefit earned by employees in return for service provided to the Company in the current and future periods, with such benefit being discounted to determine the present value. The reference point for setting the discount rate is the yield rate of government bonds as at the reporting date. The calculation is performed by a qualified actuary using the Projected Unit Credit Method.

4.26 Significant accounting judgments and estimates

In preparation of financial statements in accordance with generally accepted accounting principles requires management to use judgments on various estimates and assumptions that will affect the reported amounts of revenues, expenses, assets and liabilities including the disclosure of contingent assets and liabilities. Actual results may differ from those estimates.

Estimates and assumptions are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The Company makes estimates and assumptions

concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions of significant accounting relate primarily to allowance for doubtful accounts, allowance for goods returned, provision for diminution in value of inventories, allowance for depreciation of plant and equipment, amortization of intangible assets, deferred tax

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assets or liabilities and provision for long-term employee benefits. All other estimates mentioned above are further disclosed in the corresponding notes to the financial statements.

5. CASH AND CASH EQUIVALENTS

BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2016	2015	2016	2015
Cash and bank deposit	1,297,857,149	1,090,697,007	271,348,405	160,991,884
Short term investments in fixed deposit	1,673,997	31,842,451	-	-
Cash and cash equivalents	1,299,531,146	1,122,539,458	271,348,405	160,991,884

6. INVESTMENTS IN OPEN-END FUND

Investments in Open-end Fund are trading securities. The difference between fair value and cost is shown as allowance for investment value adjustment in Open-end Fund. Gains on investments in Open-end Fund incurred during the year were duly presented in the statements of income as follows:

BAHT

PARTICULARS	CONSOLIDATED	
	2016	2015
Gain on disposal of investments in open-end Fund	-	531,606

7. TRADE AND OTHER RECEIVABLES

BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2016	2015	2016	2015
Trade accounts receivable				
Current	563,842,122	739,438,169	-	1,820,875
Overdue within 3 months	206,785,972	346,515,145	21,400	-
Over 3 to 6 months	11,803,784	13,166,576	1,095,348	-
Over 6 to 12 months	12,677,706	14,914,203	-	-
Over 12 months	16,083,005	14,163,666	-	-
Total	811,192,589	1,128,197,759	1,116,748	1,820,875
<u>Less</u> Allowance for doubtful accounts	(15,378,611)	(14,463,429)	-	-
Allowance for goods returned	(2,735,857)	(3,058,849)	-	-
Trade accounts receivable-net	793,078,121	1,110,675,481	1,116,748	1,820,875
Trade accounts receivable of related parties	56,466,393	82,958,567	1,086,554,093	1,088,593,721
Total trade accounts receivable-net	849,544,514	1,193,634,048	1,087,670,841	1,090,414,596
Other receivables	76,877,677	36,196,397	33,293,079	961,867
Other receivables of related parties	113,876,627	65,314,561	-	-
<u>Less</u> Allowance for doubtful accounts	(37,580,295)	-	(33,000,000)	-
Total other receivables-net	153,174,009	101,510,958	293,079	961,867
Trade and other receivables-net	1,002,718,523	1,295,145,006	1,087,963,920	1,091,376,463

8. SHORT-TERM LOANS TO RELATED PARTIES

BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS		INTEREST RATE (%)	
	2016	2015	2016	2015	2016	2015
COMPANY LOANS TO -SUBSIDIARIES						
1. BEC BROADCASTING CENTER CO., LTD.						
Beginning balances	-	-	50,000,000	90,000,000		
Settlement during the years			(50,000,000)	(40,000,000)		
Ending balances	-	-	-	50,000,000	3.250-3.750	3.250-3.750

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BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS		INTEREST RATE (%)	
	2016	2015	2016	2015	2016	2015
2. YOU & I CORPORATION CO., LTD.						
Beginning balances	-	-	93,740,811	90,663,397		
Increase during the year	-	-	2,500,000	-		
Compound interest	-	-	3,240,340	3,077,414		
Ending balances	-	-	99,481,151	93,740,811	3.300-3.550	3.375-3.550
Less Allowance for doubtful accounts	-	-	(99,481,151)	(93,740,811)		
Total short-term loans-net	-	-	-	-		
3. BEC ASSET CO., LTD.						
Beginning balances	-	-	133,659,066	120,560,158		
Increase during the year	-	-	-	16,000,000		
Compound interest	-	-	3,741,899	4,224,266		
Settlement during the years	-	-	(20,668,250)	(7,125,358)		
Ending balances	-	-	116,732,715	133,659,066	3.250-3.550	3.250-3.875
4. BEC INTERNATIONAL DISTRIBUTION CO., LTD.						
Beginning balances	-	-	5,634,297	5,452,128		
Compound interest	-	-	186,473	182,169		
Ending balances	-	-	5,820,770	5,634,297	3.250-3.450	3.250-3.450
Less Allowance for doubtful accounts	-	-	(5,820,770)	(5,634,297)		
Total short-term loans-net	-	-	-	-		
5. TVB 3 NETWORK CO., LTD.						
Beginning balances	-	-	56,700,000	53,700,000		
Increase during the years	-	-	5,500,000	3,000,000		
Ending balances	-	-	62,200,000	56,700,000	3.500-3.800	3.500-4.125
Less Allowance for doubtful accounts	-	-	(62,200,000)	(56,700,000)		
Total short-term loans-net	-	-	-	-		
6. BANGKOK TELEVISION CO., LTD.						
Beginning balances	-	-	289,149,851	511,026,125		

Increase during the year	-	-	300,000,000	-		
Compound interest	-	-	-	10,351,226		
Settlement during the years	-	-	(210,076,113)	(232,227,500)		
Ending balances	-	-	379,073,738	289,149,851	3.250-3.500	3.250-3.450

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BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS		INTEREST RATE (%)	
	2016	2015	2016	2015	2016	2015
7. BEC MULTIMEDIA CO., LTD.						
Beginning balances	-	-	2,211,256,250	2,078,167,500		
Increase during the years	-	-	1,000,000,000	650,000,000		
Compound interest	-	-	22,522,500	61,256,250		
Settlement during the years	-	-	(61,256,250)	(578,167,500)		
Ending balances	-	-	3,172,522,500	2,211,256,250	3.300-3.625	3.375-4.125
8. BEC NEWS BUREAU CO., LTD.						
Beginning balances	-	-	187,539,350	120,000,000		
Increase during the years	-	-	30,000,000	65,000,000		
Compound interest	-	-	128,700	2,539,350		
Settlement during the year	-	-	(72,536,975)	-		
Ending balances	-	-	145,131,075	187,539,350	3.250-3.550	3.250-3.550
TOTAL SHORT-TERM LOANS TO SUBSIDIARIES-NET	-	-	3,813,460,028	2,871,604,517		
SUBSIDIARY COMPANY LOANS TO						
- Associate held by subsidiary						
1. FOREVER BEC-TERO CO., LTD.						
Beginning balances	28,663,600	26,179,280	-	-		
Add(Less) Gain (loss) on exchange rates	(210,800)	2,484,320	-	-		
Ending balances	28,452,800	28,663,600	-	-	7.00	7.00
- Related party held by subsidiary						
2. BEC-TERO COM COM CO., LTD.*						
Beginning balances	-	8,160,000	-	-		
Less Allowance for doubtful accounts	-	(7,769,915)	-	-		

short-term loans-net	-	390,085	-	-		
Settlement from the liquidation	-	(390,081)	-	-		
Bad debt	-	(4)	-	-		
Ending balances	-	-	-	-	-	2.00
TOTAL SHORT-TERM LOANS TO RELATED PARTIES-NET	28,452,800	28,663,600	3,813,460,028	2,871,604,517		

*BEC-TERO COM COM CO., LTD has completed the liquidation on July 23, 2015.

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9. SHORT-TERM LOANS TO OTHER COMPANY

BAHT

PARTICULARS	CONSOLIDATED		INTEREST RATE (%)	
	2016	2015	2016	2015
BEC-TERO SASANA CO., LTD. (RENAME : TERO SASANA SPORT CLUB CO., LTD.)				
Beginning balance	-	-		
Short-term loans to other company transferred				
loans to subsidiary disposal	20,000,000	-		
Settlement during the year	(20,000,000)	-		
Ending balance	-	-	1.375	-

10. INVENTORIES

BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2016	2015	2016	2015
Finished goods	9,202,154	16,008,156	1,341,299	2,389,550
Programmes not yet on air	331,040	56,396	-	-
Other goods	1,220	1,220	-	-
Total	9,534,414	16,065,772	1,341,299	2,389,550
<u>Less provision for diminution</u> in value of inventories	(4,791,506)	(8,895,654)	-	-
TOTAL INVENTORIES - NET	4,742,908	7,170,118	1,341,299	2,389,550

11. OTHER CURRENT ASSETS

BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2016	2015	2016	2015
Concerts and television programmes under process	23,042,267	17,576,762	-	-
Revenue Department Receivable	200,890,904	158,038,978	19,700,987	22,342,455
Undue input tax	19,903,011	42,985,469	9,621,246	13,067,650
Withholding Tax	263,630,553	119,454,490	-	-
Accrued interest income	5,696,947	6,406,113	94,160,718	74,531,374
Prepaid expenses	161,700,996	128,797,570	71,509,356	51,386,068
Prepaid copyright	36,360,627	161,081,517	-	-
Dividend receivable	-	-	-	1,399,989,467
Others	35,445,511	48,793,926	29,211,614	10,490,892
OTHER CURRENT ASSETS	746,670,816	683,134,825	224,203,921	1,571,807,906

12. AVAILABLE-FOR-SALE SECURITIES

BAHT

PARTICULARS	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS	
	2016	2015

WAVE ENTERTAINMENT PUBLIC COMPANY LIMITED		
Cost	266,046,765	266,046,765
<u>Less</u> Adjustment of investment revaluation	(176,223,561)	(176,223,561)
Fair value on the date of reclassification	89,823,204	89,823,204
<u>Add</u> Gain on remeasuring available-for-sale securities	164,146,796	136,186,796
Available-for-sale securities-Fair value	253,970,000	226,010,000

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13. INVESTMENTS IN SUBSIDIARIES AND ASSOCIATES

BAHT

PARTICULARS	(%)HOLDING		COST METHOD		EQUITY METHOD	
	2016	2015	2016	2015	2016	2015
1. THE BANGKOK ENTERTAINMENT CO., LTD.	99.99	99.99	299,999,200	299,999,200		
2. RUNGSIROJVANIT CO., LTD.	99.99	99.99	34,999,510	34,999,510		
3. NEW WORLD PRODUCTION CO., LTD.	99.99	99.99	59,999,160	59,999,160		
4. BEC BROADCASTING CENTER CO., LTD.	99.99	99.99	42,996,990	42,996,990		
5. YOU & I CORPORATION CO., LTD.	99.99	99.99	34,999,300	34,999,300		
6. BEC ASSET CO., LTD.	99.99	99.99	29,999,930	29,999,930		
7. BEC STUDIO CO., LTD.	99.99	99.99	4,999,930	4,999,930		
8. BEC INTERNATIONAL DISTRIBUTION CO., LTD.	99.99	99.99	4,999,930	4,999,930		
9. BEC NEWS BUREAU CO., LTD.	99.99	99.99	4,999,930	4,999,930		
10. BANGKOK TELEVISION CO., LTD.	99.99	99.99	4,999,930	4,999,930		
11. BANGKOK SATELLITE & TELECOMMUNICATION CO., LTD.	99.99	99.99	24,999,930	24,999,930		
12. BEC IT SOLUTION CO., LTD.	99.99	99.99	14,999,930	14,999,930		
13. SATELLITE TV BROADCASTING CO., LTD.	99.99	99.99	999,930	999,930		
14. BEC-TERO ENTERTAINMENT PUBLIC CO., LTD.	59.99	59.99	122,116,158	122,116,158		
15. BECI CORPORATION LTD.	99.99	99.99	199,992,000	199,992,000		
16. BEC MULTIMEDIA CO., LTD.	99.99	99.99	199,992,000	199,992,000		
INVESTMENTS IN SUBSIDIARIES			1,086,093,758	1,086,093,758		
<u>LESS</u> ALLOWANCE FOR IMPAIRMENT			(85,502,030)	(85,460,930)		
TOTAL INVESTMENTS IN SUBSIDIARIES-NET (SEPARATE FINANCIAL STATEMENTS)			1,000,591,728	1,000,632,828		
<u>ASSOCIATES HELD BY BEC-TERO ENTERTAINMENT PUBLIC CO., LTD</u>						

1. FOREVER BEC-TERO COMPANY LIMITED	49.00	49.00	386,610	386,610	132,107,272	140,226,374
2. LIVE NATION BEC-TERO ENTERTAINMENT CO.,LTD.*	50.10	50.10	5,009,900	5,009,900	14,381,534	19,273,973
TOTAL INVESTMENTS IN ASSOCIATES HELD BY SUBSIDIARY (CONSOLIDATED)					146,488,806	159,500,347

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

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TRANSACTIONS OF SUBSIDIARIES

The subsidiary held by BEC-TERO ENTERTAINMENT PUBLIC COMPANY LIMITED

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 on January 26, 2016.
- The second installment in amount of Baht 40 million, receive in post dated cheque on May 15, 2017.
- The third installment in amount of Baht 40 million, receive 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 recognised 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 recognised as a interest income over the receiving periods. (See Note 19)

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

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		Profit (loss)	
	2016	2015	2016	2015	2016	2015	2016	2015
FOREVER BEC-TERO COMPANY LIMITED	577.73	626.09	304.97	339.91	352.12	373.89	(14.85)	45.60
LIVE NATION BEC-TERO ENTERTAINMENT CO., LTD.	29.91	237.64	1.20	199.17	214.78	335.35	(9.77)	28.52

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BAHT

PARTICULARS	TYPE OF BUSINESS	PAID-UP CAPITAL		DIVIDEND	
		2016	2015	2016	2015
<u>SUBSIDIARIES</u>					
1. THE BANGKOK ENTERTAINMENT CO., LTD.	Operating business of TV and radio stations	300,000,000	300,000,000	299,999,200	1,499,996,000
2. RUNGSIROJVANIT CO., LTD.	Providing, producing TV programmes and sell air time for advertising	5,000,000	5,000,000	299,995,800	449,993,700
3. NEW WORLD PRODUCTION CO., LTD.	Providing, producing TV programmes and sell air time for advertising	5,000,000	5,000,000	-	-
4. BEC BROADCASTING CENTER CO., LTD.	Servicing studio equipment	1,000,000	1,000,000	99,993,000	49,996,500
5. YOU & I CORPORATION CO., LTD.	Producing radio programmes, operating radio station	35,000,000	35,000,000	-	-
6. BEC ASSET CO., LTD.	Own and leasing assets	30,000,000	30,000,000	29,999,930	19,999,953
7. BEC STUDIO CO., LTD. *	Producing programmes and servicing studio equipment	5,000,000	5,000,000	-	-
8. BEC INTERNATIONAL DISTRIBUTION CO., LTD.	Providing, producing TV programmes	5,000,000	5,000,000	-	-
9. BEC NEWS BUREAU CO., LTD.	Producing news programmes	5,000,000	5,000,000	-	-
10. BANGKOK TELEVISION CO., LTD.	Providing, producing TV programmes and sell air time for advertising	5,000,000	5,000,000	199,997,200	399,994,400
11. BANGKOK SATELLITE & TELECOMMUNICATION CO., LTD. *	Satellite uplink- downlink services	25,000,000	25,000,000	-	-
12. BEC IT SOLUTION CO., LTD.	Information technology	15,000,000	15,000,000	24,999,883	19,999,907

	services, retail of computer accessories and maintenance service				
13. SATELLITE TV BROADCASTING CO., LTD. *	Satellite uplink-downlink services	1,000,000	1,000,000	-	-
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	200,000,000	200,000,000	5,999,997	124,799,948
15. BECI CORPORATION LTD.	Invest in internet business	200,000,000	200,000,000	19,999,200	-
16. BEC MULTIMEDIA CO., LTD.	Operating business of Digital TV	200,000,000	200,000,000	-	-

* NOT YET OPERATING

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BAHT

PARTICULARS	TYPE OF BUSINESS	PAID-UP CAPITAL		DIVIDEND	
		2016	2015	2016	2015
<u>COMPANIES HELD BY</u>					
1. BEC INTERNATIONAL DISTRIBUTION CO., LTD. <u>SUBSIDIARY</u>					
1. TVB 3 NETWORK CO., LTD.	Providing and producing TV programmes and sell air time	10,000,000	10,000,000	-	-
<u>2. BEC-TERO ENTERTAINMENT PUBLIC COMPANY LIMITED SUBSIDIARIES</u>					
1. THAITICKETMAJOR CO., LTD.	Servicing for producing advertisement, reserve and selling show ticket, servicing to make seats reservation and sell bus tickets	10,000,000	10,000,000	30,599,949	17,999,970
2. BEC-TERO SCENARIO CO., LTD.	Organizing show on the stage	40,000,000	40,000,000	5,799,995	-
3. BEC-TERO SASANA CO., LTD. (RENAME : TERO SASANA SPORT CLUB CO., LTD.)	Managing a football club	-	10,000,000	-	-
4. BEC-TERO RADIO CO., LTD.	Producing radio programmes	49,960,800	49,960,800	-	-
5. BEC-TERO TRUE VISIONS CO., LTD.	Organizing and managing the sports activities.	50,000,000	50,000,000	-	-
6. BEC-TERO MYANMAR CO., LTD.	Service for ticketing, television program production, entertainment event, and distribution services for audio/video CD production in REPUBLIC OF THE UNION OF MYANMAR	6,215,219 (USD 200,000)	6,215,219 (USD 200,000)	-	-

<u>ASSOCIATES</u>					
1. FOREVER BEC-TERO COMPANY LIMITED	Provide and produce entertainment show also sell air time for TV advertising	789,000 (USD 25,000)	789,000 (USD 25,000)	-	39,274,957
2. LIVE NATION BEC-TERO ENTERTAINMENT CO., LTD.	Organizing international concert in Thailand	10,000,000	10,000,000	-	-
TOTAL DIVIDEND				1,017,384,154	2,622,055,335
- DIVIDEND RECEIVED FROM SUBSIDIARIES				980,984,210	2,564,780,408
- DIVIDEND RECEIVED FROM SUBSIDIARIES HELD BY SUBSIDIARY				36,399,944	17,999,970
- DIVIDEND RECEIVED FROM ASSOCIATE HELD BY SUBSIDIARY				-	39,274,957

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14. INVESTMENTS PROPERTY

BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2016	2015	2016	2015
Cost	64,601,435	64,601,435	763,980	763,980
<u>Add(Less)</u> Gain (loss) on revaluation	3,248,565	3,248,565	(113,980)	(113,980)
Fair Value	67,850,000	67,850,000	650,000	650,000

Fair value is assessed by independent appraiser with market comparative method.

15. PROPERTY, PLANT AND EQUIPMENT

BAHT

PARTICULARS	CONSOLIDATED							
	Office furniture and equipment	Utility systems	Television and radio equipment	Leasehold improvement	Motor vehicles	Tool and processing equipment	Assets under installation	Total
Cost								
January 1, 2015	808,407,636	147,668,567	359,534,998	213,056,501	522,347,485	256,973,716	37,570,580	2,345,559,483
Purchases	134,757,233	774,248	-	7,090,197	38,978,678	4,121,599	230,983,544	416,705,499
Disposal/unused	(41,294,805)	-	-	(1,918,094)	(7,033,338)	(77,650)	-	(50,323,887)
Transferred to/from	12,365,268	3,426,316	814,800	1,464,400	-	-	(18,070,784)	-
December 31, 2015	914,235,332	151,869,131	360,349,798	219,693,004	554,292,825	261,017,665	250,483,340	2,711,941,095
Purchases	46,297,689	344,789	-	4,612,100	22,564,903	908,458	241,249,696	315,977,635
Decrease from disposal of subsidiary	(3,900,604)	-	-	(2,783,100)	(1,244,000)	-	-	(7,927,704)
Disposal/unused	(8,687,157)	-	(177,969)	(94,830)	(23,201,418)	-	(14,846,533)	(47,007,907)
Transferred to/from	373,889,586	-	-	-	11,380,230	-	(385,269,816)	-
December 31, 2016	1,321,834,846	152,213,920	360,171,829	221,427,174	563,792,540	261,926,123	91,616,687	2,972,983,119
Accumulated depreciation								
January 1, 2015	611,322,527	115,006,858	323,630,065	182,155,531	372,949,819	215,259,748	-	1,820,324,548
Depreciation for the year 2015	72,767,701	10,245,645	8,526,855	5,901,477	27,399,043	13,314,025	-	138,154,746
Disposal/unused	(40,740,920)	-	-	(122,862)	(6,506,228)	(8,978)	-	(47,378,988)
Transferred to the computer softwares under installation	419,482	-	-	-	-	-	-	419,482
December 31, 2015	643,768,790	125,252,503	332,156,920	187,934,146	393,842,634	228,564,795	-	1,911,519,788
Depreciation for the year 2016	113,232,546	10,502,624	8,019,230	6,093,061	28,898,260	11,131,711	-	177,877,432
Decrease from disposal of subsidiary	(1,865,469)	-	-	(270,934)	(63,392)	-	-	(2,199,795)
Disposal/unused	(8,421,349)	-	(41,339)	(94,826)	(22,717,699)	-	-	(31,275,213)
Transferred to the computer softwares under installation	419,482	-	-	-	-	-	-	419,482
December 31, 2016	747,134,000	135,755,127	340,134,811	193,661,447	399,959,803	239,696,506	-	2,056,341,694
Net book value								
December 31, 2015	270,466,542	26,616,628	28,192,878	31,758,858	160,450,191	32,452,870	250,483,340	800,421,307
December 31, 2016	574,700,846	16,458,793	20,037,018	27,765,727	163,832,737	22,229,617	91,616,687	916,641,425

PARTICULARS	SEPARATE FINANCIAL STATEMENTS					
	Office furniture and equipment	Utility systems	Motor vehicles	Tools and processing equipment	Assets under installation	Total
Cost						
January 1, 2015	136,593,790	19,940,747	38,702,611	608,099	1,053,650	196,898,897
Purchases	4,686,206	35,848	3,520,000	1,477,185	-	9,719,239
Disposal/unused	(9,597,462)	-	(44,860)	-	-	(9,642,322)
Transferred to/from	908,150	145,500	-	-	(1,053,650)	-
December 31, 2015	132,590,684	20,122,095	42,177,751	2,085,284	-	196,975,814
Purchases	13,094,958	-	7,499,000	3,750	-	20,597,708
Disposal/unused	(185,000)	-	(3,650,000)	-	-	(3,835,000)
December 31, 2016	145,500,642	20,122,095	46,026,751	2,089,034	-	213,738,522
Accumulated depreciation						
January 1, 2015	131,216,669	19,390,739	34,297,475	332,928	-	185,237,811
Depreciation for the year 2015	1,779,005	149,666	557,752	199,463	-	2,685,886
Disposal/unused	(9,597,089)	-	(44,859)	-	-	(9,641,948)
December 31, 2015	123,398,585	19,540,405	34,810,368	532,391	-	178,281,749
Depreciation for the year 2016	3,596,435	168,393	1,390,135	385,258	-	5,540,221
Disposal/unused	(184,999)	-	(3,649,999)	-	-	(3,834,998)
December 31, 2016	126,810,021	19,708,798	32,550,504	917,649	-	179,986,972
Net book value						
December 31, 2015	9,192,099	581,690	7,367,383	1,552,893	-	18,694,065
December 31, 2016	18,690,621	413,297	13,476,247	1,171,385	-	33,751,550

16. INTANGIBLE ASSETS

BAHT

PARTICULARS	CONSOLIDATED			
	The computer softwares	Royalty football players and coach	The computer softwares under installation	Total
<u>Cost</u>				
January 1, 2015	142,681,014	113,328,735	36,459,957	292,469,706
Purchases	29,745,695	23,154,687	3,484,199	56,384,581
Disposal/unused	(1,395,940)	-	-	(1,395,940)
Transferred from equipment	-	-	419,482	419,482
Transferred to/from	3,537,000	-	(3,537,000)	-
December 31, 2015	174,567,769	136,483,422	36,826,638	347,877,829
Purchases	7,910,551	-	5,734,412	13,644,963
Decrease from disposal of subsidiary	-	(136,483,422)	-	(136,483,422)
Transferred from equipment	-	-	419,482	419,482
Transferred to/from	21,920,000	-	(21,920,000)	-
December 31, 2016	204,398,320	-	21,060,532	225,458,852
<u>Accumulated amortization</u>				
January 1, 2015	88,149,992	97,150,801	-	185,300,793
Amortization for the year 2015	17,782,736	24,421,515	-	42,204,251
Disposal/unused	(1,395,893)	-	-	(1,395,893)
December 31, 2015	104,536,835	121,572,316	-	226,109,151
Decrease from disposal of subsidiary	-	(121,572,316)	-	(121,572,316)
Amortization for the year 2016	21,465,412	-	-	21,465,412
December 31, 2016	126,002,247	-	-	126,002,247
<u>Net book value</u>				
December 31, 2015	70,030,934	14,911,106	36,826,638	121,768,678
December 31, 2016	78,396,073	-	21,060,532	99,456,605

PARTICULARS	SEPARATE FINANCIAL STATEMENTS		
	The computer softwares	The computer softwares under installation	Total
<u>Cost</u>			
January 1, 2015	2,349,890	337,000	2,686,890
Purchases	1,239,209	-	1,239,209
Disposal/unused	(1,395,940)	-	(1,395,940)
Transferred to/from	337,000	(337,000)	-
December 31, 2015	2,530,159	-	2,530,159
December 31, 2016	2,530,159	-	2,530,159
<u>Accumulated amortization</u>			
January 1, 2015	2,268,886	-	2,268,886
Amortization for the year 2015	144,138	-	144,138
Disposal/unused	(1,395,893)	-	(1,395,893)
December 31, 2015	1,017,131	-	1,017,131
Amortization for the year 2016	268,590	-	268,590
December 31, 2016	1,285,721	-	1,285,721
<u>Net book value</u>			
December 31, 2015	1,513,028	-	1,513,028
December 31, 2016	1,244,438	-	1,244,438

17. DEFERRED RIGHT TO USE PROPERTY

BAHT

PARTICULARS	CONSOLIDATED								
	Building	Building improvement	Other structures	Color television and radio transmitter	Color television and radio equipment	Television relay vehicles	Network station property	Assets under installation	Total
<u>Cost</u>									
January 1, 2015	94,571,922	64,797,373	1,819,856	338,373,974	942,263,339	22,107,790	2,312,581,051	29,033,637	3,805,548,942
Increase	-	-	-	-	37,000,000	-	24,186	-	37,024,186
December 31, 2015	94,571,922	64,797,373	1,819,856	338,373,974	979,263,339	22,107,790	2,312,605,237	29,033,637	3,842,573,128
Increase	-	-	-	-	-	-	42,990	2,767,362	2,810,352
Transferred to/from	-	-	-	31,793,532	-	-	7,467	(31,800,999)	-
December 31, 2016	94,571,922	64,797,373	1,819,856	370,167,506	979,263,339	22,107,790	2,312,655,694	-	3,845,383,480
<u>Accumulated amortization</u>									
January 1, 2015	85,908,529	63,810,072	1,819,852	279,672,420	611,676,425	17,454,806	1,735,763,007	-	2,796,105,111
Amortization for the year 2015	1,677,562	433,135	-	12,600,901	89,980,816	1,983,087	114,060,046	-	220,735,547
December 31, 2015	87,586,091	64,243,207	1,819,852	292,273,321	701,657,241	19,437,893	1,849,823,053	-	3,016,840,658
Amortization for the year 2016	1,677,563	266,663	-	13,555,152	88,060,336	1,506,358	114,068,637	-	219,134,709
December 31, 2016	89,263,654	64,509,870	1,819,852	305,828,473	789,717,577	20,944,251	1,963,891,690	-	3,235,975,367
<u>Net book value</u>									
December 31, 2015	6,985,831	554,166	4	46,100,653	277,606,098	2,669,897	462,782,184	29,033,637	825,732,470
December 31, 2016	5,308,268	287,503	4	64,339,033	189,545,762	1,163,539	348,764,004	-	609,408,113

18. DEFERRED RIGHT TO USE SPECTRUM

BAHT

PARTICULARS	CONSOLIDATED	
	2016	2015
<u>Cost</u>		
Deferred right to use spectrum - brought forward	5,882,857,778	5,882,857,778
<u>Less</u> Adjustment cost of deferred right to use spectrum	(92,112,896)	-
Deferred right to use spectrum - carried forward	5,790,744,882	5,882,857,778
<u>Accumulated amortization</u>		
Accumulated amortization - brought forward	661,888,656	269,698,137
<u>Add</u> Amortization of right to use spectrum for the year	391,559,469	392,190,519
Accumulated amortization - carried forward	1,053,448,125	661,888,656
Deferred right to use spectrum-net carried forward	4,737,296,757	5,220,969,122

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, recognised 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:

2nd 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.

3rd 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.

4th installments Due within 30 days after the maturity period of 3 years from the date of receipt of the license totaling Baht 1,091.20 million (excluding VAT).

5th installments Due within 30 days after the maturity period of 4 years from the date of receipt of the license totaling Baht 888.20 million (excluding VAT).

6th installments Due within 30 days after the maturity period of 5 years from the date of receipt of the license totaling Baht 888.20 million (excluding VAT).

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 will exercise the extension rights for the rest of license fee payment. The subsidiary adjusted the cost deferred right to use spectrum by using discounted cash flow to present value to decrease in amount of Baht 92,112,896.

19. RECEIVABLE FROM INVESTMENT DISPOSAL

BAHT

CONSOLIDATED	2016	2015
Cash receiving		
Future value of cash received (See Note 13)	80,000,000	-
<u>Less</u> Deferred interest	(6,147,211)	-
Interest income for the year	2,895,186	-
Deferred interest-net	(3,252,025)	-
Fair value of cash to be received	76,747,975	-
Barter receivable (See Note 13)	45,000,000	-
<u>Less</u> Expenses from barter during the year	(14,981,605)	-
Total receivable from investment disposal	106,766,370	-

BAHT

CONSOLIDATED	2016		
	Future value of cash received	Deferred interest	Present value of cash received
Current portion	55,018,395	(2,480,747)	52,537,648
Over 1 year but not over 2 years	55,000,000	(771,278)	54,228,722
Total	110,018,395	(3,252,025)	106,766,370

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

20. DEFERRED ADDITIONAL COMPENSATION

In July 2011, THE BANGKOK ENTERTAINMENT COMPANY LIMITED, the Company's subsidiary had paid additional compensation to MCOT Public Company Limited amount of Baht 405 million. The subsidiary has amortized deferred additional compensation to expenses by the straight-line method according to the remaining periods of concession under agreement for joint operation of color TV transmission.

BAHT

PARTICULARS	CONSOLIDATED	
	2016	2015
Deferred Additional Compensation - Net brought forward	198,142,405	244,922,468

<u>Less</u> Amortization of additional compensation	(46,908,228)	(46,780,063)
Deferred Additional Compensation-Net carried forward	151,234,177	198,142,405

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21. DEFERRED PICTURES RENTAL, PICTURE PRODUCTS, PLAYS AND COPYRIGHT CHARGES

BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2016	2015	2016	2015
Deferred Pictures Rental, Picture Products, Play and Copyright Charges-net brought forward	2,766,890,337	1,901,175,202	1,752,337,469	956,185,402
<u>Add</u> Increase during the years	2,587,522,683	3,271,890,592	2,545,125,628	3,243,850,323
<u>Less</u> Decrease by sales	(33,000,000)	-	(393,400,000)	(421,264,000)
Total	5,321,413,020	5,173,065,794	3,904,063,097	3,778,771,725
<u>Less</u> Amortization for the years	(2,439,012,053)	(2,406,175,457)	(2,024,893,044)	(2,026,434,256)
Deferred Pictures Rental, Picture Products, Play and Copyright Charges-net carried forward	2,882,400,967	2,766,890,337	1,879,170,053	1,752,337,469

14. BANK OVERDRAFTS AND SHORT-TERM BORROWINGS FROM FINANCIAL INSTITUTIONS

BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2016	2015	2016	2015
Bank overdrafts from financial institutions	-	4,243,883	-	-
Promissory note	510,000,000	210,000,000	300,000,000	-
Bill of exchange	2,000,000,000	-	2,000,000,000	-
Total bank overdrafts and short-term borrowings from financial institutions	2,510,000,000	214,243,883	2,300,000,000	-

Bank overdrafts and promissory note are guaranteed by director of subsidiary and the subsidiary (See Note 37.7.2).

The Company has borrowings from the financial institutions by issuing promissory note and bill of exchange amount of Baht 2,300 million with interest rate at 2.70 - 3.25 per annum, without collateral, which maturity within February 2017 - June 2017.

23. TRADE AND OTHER PAYABLES

BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2016	2015	2016	2015
Trade accounts payables	768,979,857	1,021,158,039	328,203,065	509,704,631
Other payables	134,310,790	125,887,559	1,600,424	5,714,192
Total trade and other payables	903,290,647	1,147,045,598	329,803,489	515,418,823

24. SHORT-TERM BORROWINGS FROM RELATED PARTIES

BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS		INTEREST RATES (%) PER ANNUM	
	2016	2015	2016	2015	2016	2015
BORROWINGS FROM SUBSIDIARIES						
1. THE BANGKOK ENTERTAINMENT CO., LTD.						
Beginning balances	-	-	620,724,459	300,000,000		
Increase during the year	-	-	-	900,000,000		
Compound interest	-	-	-	20,724,459		
Repayment during the years	-	-	(620,724,459)	(600,000,000)		
Ending balances	-	-	-	620,724,459	3.250	3.250-3.875
2. RUNGSIROJVANIT CO., LTD.						
Beginning balances	-	-	1,574,935,625	750,000,000		
Increase during the years	-	-	205,000,000	1,000,000,000		
Compound interest	-	-	4,826,250	24,935,625		
Repayment during the years	-	-	(724,935,625)	(200,000,000)		
Ending balances	-	-	1,059,826,250	1,574,935,625	3.250-3.875	3.250-3.875
3. NEW WORLD PRODUCTION CO., LTD.						
Beginning balances	-	-	-	-		
Increase during the year	-	-	16,000,000	-		
Ending balances	-	-	16,000,000	-	3.250	-
4. BEC BROADCASTING CENTER CO., LTD.						
Beginning balances	-	-	-	-		
Increase during the year	-	-	50,000,000	-		
Repayment during the year	-	-	(50,000,000)	-		
Ending balances	-	-	-	-	3.250	-

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS		INTEREST RATES (%) PER ANNUM	
	2016	2015	2016	2015	2016	2015
5. BEC STUDIO CO., LTD.						
Beginning balances	-	-	-	-		
Increase during the year	-	-	8,000,000	-		
Ending balances	-	-	8,000,000	-	3.250	-
6. BANGKOK SATELLITE & TELECOMMUNICATION CO., LTD.						
Beginning balances	-	-	-	-		
Increase during the year	-	-	44,000,000	-		
Ending balances	-	-	44,000,000	-	3.250	-
7. BEC IT SOLUTION CO., LTD.						
Beginning balances	-	-	-	-		
Increase during the year	-	-	5,000,000	-		
Ending balances	-	-	5,000,000	-	3.250	-
8. BECI CORPORATION LTD.						
Beginning balances	-	-	150,000,000	-		
Increase during the years	-	-	100,000,000	150,000,000		
Repayment during the year	-	-	(75,000,000)	-		
Ending balances	-	-	175,000,000	150,000,000	3.250	3.250
Total short-term borrowings from subsidiaries	-	-	1,307,826,250	2,345,660,084		
SUBSIDIARY OF THE SUBSIDIARY						
BORROWINGS FROM						
- RELATED COMPANY						
1. TRUE VISIONS GROUP CO., LTD.						
Beginning balances	-	-	-	-		
Increase during the year	300,000	-	-	-		
Repayment during the year	(300,000)	-	-	-		
Ending balances	-	-	-	-	7.00	-
Total short-term borrowings from subsidiaries	-	-	1,307,826,250	2,345,660,084		

25. OTHER CURRENT LIABILITIES

BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2016	2015	2016	2015
Revenue Department payable	95,832,789	129,754,919	16,640,881	18,314,123
Undue sale tax	46,758,544	71,082,629	58,783,169	63,025,352
Cash received from selling tickets the contracting companies	119,559,221	127,816,252	-	-
Unearned revenues	394,936,508	129,492,180	-	-
Others	12,263,910	8,857,604	340,830	1,857,011
Total other current liabilities	669,350,972	467,003,584	75,764,880	83,196,486

26. FINANCIAL LEASES

BAHT

PARTICULARS	CONSOLIDATED	
	2016	2015
Minimum amount to be paid		
Within 1 year	4,792,205	2,717,527
Over 1 year but within 5 years	9,243,040	5,247,370
Total	14,035,245	7,964,897
<u>Less</u> Deferred interest expenses	(1,206,715)	(910,154)
Total	12,828,530	7,054,743
<u>Less</u> Current portion	(4,163,464)	(2,311,979)
Financial leases-Net	8,665,066	4,742,764

Financial leases are vehicle leases and payable on a monthly basis. This will be completed by the year 2017 - 2020

Portion of financial leases due within one year, is shown under current liabilities.

27. ACCRUED RIGHT TO USE SPECTRUM

BAHT

PARTICULARS	CONSOLIDATED					
	2016			2015		
	Future value of payments	Deferred interest	Present value of payments	Future value of payments	Deferred interest	Present value of payments
Current portion	545,600,000	(45,556,798)	500,043,202	1,091,200,000	(160,496,634)	930,703,366
Over 1 year but not over 5 years	1,877,900,000	(196,186,933)	1,681,713,067	2,867,600,000	(137,612,091)	2,729,987,909
Over 5 years	444,100,000	(15,017,875)	429,082,125	-	-	-
Total	2,867,600,000	(256,761,606)	2,610,838,394	3,958,800,000	(298,108,725)	3,660,691,275

BAHT

PARTICULARS	CONSOLIDATED	
	2016	2015
Present value at the beginning	3,660,691,275	4,544,967,875
<u>Less</u> Payment of the digital television license fee	(999,244,523)	(1,007,751,196)
Payment of the interest expenses	(91,955,477)	(45,348,804)
Total payment of the digital television license fee	(1,091,200,000)	(1,053,100,000)
Amortization of interest for spectrum licensing for the years	133,460,015	168,823,400
<u>Less</u> Changes the cost for spectrum licensing (See Note 18)	(92,112,896)	-
Present value at the ending	2,610,838,394	3,660,691,275

Accrued right to use spectrum are the licenses fees to use the spectrum and payable on a yearly basis. This will be completed by the year 2022 (See note 18).

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

28. PROVISION FOR LONG-TERM EMPLOYEE BENEFITS

BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2016	2015	2016	2015
<u>Defined benefit obligation</u>				
Beginning balances	573,655,812	503,606,870	49,988,769	49,648,226
Actuarial (gain) losses from employee benefit plan	-	33,437,894	-	(1,698,795)
<u>Add</u> Current service cost	42,443,877	31,413,591	3,599,778	1,488,007
Interest cost	15,564,030	11,182,137	1,388,238	551,331
<u>Less</u> Benefit paid during the years	(11,692,886)	(5,984,680)	-	-
<u>Less</u> Employee benefits decreased from investments disposal in subsidiary held by subsidiary	(1,366,713)	-	-	-
Ending balances	618,604,120	573,655,812	54,976,785	49,988,769

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

Sensitivity analysis on key assumption changes are as follows:

BAHT

PARTICULARS	2016	
	CONSOLIDATED	SEPARATE FINANCIAL STATEMENTS
Discount rate -1.0%	665,347,319	56,307,078
Discount rate (base)	618,604,120	54,976,785
Discount rate +1.0%	603,562,710	53,791,781
Expected rate of salary increase -1.0%	600,576,673	53,652,245
Expected rate of salary increase (base)	618,604,120	54,976,785
Expected rate of salary increase +1.0%	668,087,697	56,440,535

29. DIVIDEND PAYMENT AND DIRECTORS' REMUNERATION

On August 15, 2016, the Board of Direction's Meeting No. 4/2016 was held and has a resolution to pay interim dividend for 2,000 million shares at Baht 0.45 per share amount of Baht 900 million. The interim dividend payment was made on September 14, 2016.

On April 28, 2016, the Ordinary General Shareholders' Meeting was held and has acknowledged the payment of interim dividend during the year 2015 to the shareholders following the Board of Directors's Meeting held on August 6, 2015, which has a resolution to pay interim dividend at Baht 0.70 per share amount of Baht 1,400 million. The interim dividend payment was made on September 2, 2015 and has a resolution to pay dividend for the results of their operation for the second half of the year 2015 at Baht 0.70 per share amount of Baht 1,400 million, dividend payment was made on May 26, 2016. Total dividend payment following the resolution at Baht 1.40 per share amount of Baht 2,800 million. The Meeting also approved to pay the directors' remuneration for the year 2016 directors' bonus amount of Baht 18 million and meeting allowance at the rate specified.

On April 29, 2015, the Ordinary General Shareholders' Meeting was held and has acknowledged the payment of interim dividend during the year 2014 to the shareholders following the Board of Directors's Meeting held on August 7, 2014, which has a resolution to pay interim dividend at Baht 1.00 per share amount of Baht 2,000 million. The interim dividend payment was made on September 4, 2014 and has a resolution to pay dividend for the results of their operation for the second half of the year 2014 at Baht 1.00 per share amount of Baht 2,000 million, dividend payment was made on May 28, 2015. Total dividend payment following the resolution at Baht 2.00 per share amount of Baht 4,000 million. The Meeting also approved to pay the directors' remuneration for the year 2015 directors' bonus amount of Baht 18 million and meeting allowance at the rate specified.

30. FINANCE COSTS

BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2016	2015	2016	2015
Amortization of interest spectrum licensing	133,460,015	168,823,400	-	-
Interest expenses	43,445,224	17,929,335	84,364,612	62,399,597
Total finance costs	176,905,239	186,752,735	84,364,612	62,399,597

31. LEGAL RESERVE

In compliance with the Public Company Act, B.E. 2535 (1992), the Company has to set up legal reserve at least 5% of annual net profit less deficits brought forward (if any) until meet 10% of authorized share capital. Such legal reserve is not allowed to pay for dividend. The Company has completely appropriated for legal reserve in compliance with the legal requirement.

32. EXPENSES BY NATURE

BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2016	2015	2016	2015
(Increase)decrease in changes of finished goods	1,864,606	(1,758,267)	1,048,251	(176,046)
Production expenses	5,485,477,545	6,031,220,970	2,082,633,842	2,099,618,745
Organizing concerts and shows expenses	425,274,903	724,615,518	-	-
Director and management benefit expenses	167,459,509	179,336,007	46,665,883	50,756,180
Employee benefit expenses	1,621,046,794	1,722,652,964	83,723,582	80,184,378
Depreciation	177,877,432	138,154,746	5,540,221	2,685,886
Amortization of intangible assets	21,465,412	42,204,251	268,590	144,138
Amortization of right to use property	219,134,709	220,735,547	-	-
Amortization of right to use spectrum	391,559,469	392,190,519	-	-
Amortization of additional compensation	46,908,228	46,780,063	-	-
Amortization of other non-current assets	1,380,270	4,105,733	-	-
Agencies and promotions expenses	440,343,556	589,669,294	4,286,161	6,695,431
Building and place expenses	479,693,623	522,629,789	97,447,032	87,592,899
Other expenses	1,478,319,978	1,599,923,555	410,511,810	364,130,821
Total	10,957,806,034	12,212,460,689	2,732,125,372	2,691,632,432

33. INCOME TAX

Corporate income taxes of the Company and subsidiaries for the years ended December 31, 2016 and 2015 were calculated from the accounting profit 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 are calculated at the rate of 15 and 20 percent.

The corporate income taxes of a subsidiary of the Company's subsidiary established under foreign law are calculated at a rate of 25 percent.

Income taxes expenses recognized in statements of income consist:

BAHT

PARTICULARS FOR THE YEARS ENDED DECEMBER 31,	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2016	2015	2016	2015
The corporate income tax for the years	414,542,599	788,434,766	144,028,145	122,967,953
Deferred tax from the temporary difference and the reversal of the temporary	(80,809,359)	(15,194,901)	(17,265,878)	(407,868)
Income tax expenses	333,733,240	773,239,865	126,762,267	122,560,085

As at December 31, 2016 and 2015, the deferred tax assets/liabilities arose from the following temporary differences:

BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2016	2015	2016	2015
Temporary differences in the income statements				
Allowance for doubtful accounts receivable	3,597,948	3,310,035	-	-
Allowance for available-for-sale securities	176,223,561	176,223,561	176,223,561	176,223,561
Allowance for diminution of other current assets	545,422	-	-	-
Calculate depreciation difference from tax rate	16,742,778	16,742,778	-	-
Provision for employee benefits	610,136,785	532,774,489	54,976,785	51,687,564
(Gain) loss on revaluation investments property	(3,248,565)	(3,248,565)	113,980	113,980
Calculate amortization of right to use spectrum difference from tax rate	333,616,164	226,523,248	-	-
Calculation of gain on sale of investments difference from tax rate	3,252,025	-	-	-
Amortization copyright plays disposal difference from tax rate	81,341,375	-	81,341,375	-
Allowance for damage of litigations	28,908,831	-	-	-
Unused tax losses	752,835,354	615,843,676	-	-
Total	2,003,951,678	1,568,169,222	312,655,701	228,025,105
Temporary differences in the retained earnings				
Provision for employee benefits	-	31,735,663	-	(1,698,795)
Temporary differences in the shareholders' equity				
Unrealized gain on remeasuring available- for-sale securities	(164,146,796)	(136,186,796)	(164,146,796)	(136,186,796)
Total	1,839,804,882	1,463,718,089	148,508,905	90,139,514
Deferred tax assets calculated from tax rate of 20%	367,960,977	292,743,618	29,701,781	18,027,903

34. TRANSACTIONS WITH RELATED PARTIES

The Company and subsidiaries have certain transactions with the related parties which are related through the 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 parties concerned as follows :

RELATED PARTIES	RELATIONSHIP
1. Subsidiaries	See Note 13
2. Associates held by subsidiary	See Note 13
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 COMPANY LIMITED AND SUBSIDIARY	Co-directors
3.4 THAI FIGHT CO., LTD	Directors and related parties are shareholders
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 associate of BEC-TERO ENTERTAINMENT PUBLIC
	COMPANY LIMITED
4.3 TRUE VISIONS GROUP CO., LTD.	The holding company of BEC-TERO TRUE VISIONS CO., LTD.,
	a subsidiary company of BEC-TERO ENTERTAINMENT PUBLIC
	COMPANY LIMITED
4.4 LIVE NATION (HK) LIMITED	The holding company of LIVE NATION BEC-TERO
	ENTERTAINMENT CO.,LTD., an associate of BEC-TERO
	ENTERTAINMENT PUBLIC COMPANY LIMITED

The significant transactions with related parties are as follows:

BAHT

STATEMENTS OF FINANCIAL POSITION TRANSACTIONS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2016	2015	2016	2015
1. Trade and other receivables (Note 7)				
Trade accounts receivable				
- Subsidiaries	-	-	1,086,554,093	1,088,593,721
- Related companies	1,611,558	427,656	-	-
- Associates held by subsidiary	524,324	25,782,863	-	-
- Related company of subsidiary	54,330,511	56,748,048	-	-
Total trade accounts receivables	56,466,393	82,958,567	1,086,554,093	1,088,593,721
Other receivables				
- Associates held by subsidiary	113,876,627	65,314,561	-	-
Total other receivables	113,876,627	65,314,561	-	-
Total trade and other receivables	170,343,020	148,273,128	1,086,554,093	1,088,593,721
2. Short-term loans extended (Note 8)				
- Subsidiaries-net	-	-	3,813,406,028	2,871,604,517
- Associates held by subsidiary	28,452,800	28,663,600	-	-
Total	28,452,800	28,663,600	3,813,406,028	2,871,604,517
3. Dividend receivable				
- Subsidiaries	-	-	-	1,399,989,467
4. Other current assets				
- Subsidiaries	-	-	101,560,716	81,539,575
- Associates held by subsidiary	4,665,478	4,840,584	-	-
- Related companies of subsidiary	-	604,800	-	-
Total	4,665,478	5,445,384	101,560,716	81,539,575
5. Purchase of plays				
- Related companies	53,075,000	-	53,075,000	-
6. Sale of plays (Note 21)				
- Subsidiary	-	-	360,400,000	421,264,000
7. Prepaid production plays				
- Related companies	20,000,000	-	20,000,000	-
8. Other non-current assets				
Leased building deposits				
- Related companies	48,011,788	46,666,864	10,419,744	10,419,744

STATEMENTS OF FINANCIAL POSITION TRANSACTIONS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2016	2015	2016	2015
9. Trade and other payable				
- Subsidiaries	-	-	113,819,400	155,012,612
- Associates held by subsidiary	300,000	2,148,280	-	-
- Related companies	43,934,509	8,221,283	-	147,286
- Related companies of subsidiary	4,778,137	4,778,900	-	-
Total	49,012,646	15,148,463	113,819,400	155,159,898
10. Short-term borrowings (Note 24)				
- Subsidiaries	-	-	1,307,826,250	2,345,660,084
11. Accrued interest				
- Subsidiaries	-	-	24,347,274	37,646,997
- Related companies of subsidiary	860,793	1,729,636	-	-
Total	860,793	1,729,636	24,347,274	37,646,997
12. Other current liabilities				
- Subsidiaries	-	-	58,781,769	63,016,272
- Associates held by subsidiary	6,542,070	38,989,803	-	-
- Related companies	105,000	5,158,027	-	-
- Related companies of subsidiary	1,350,355	489,562	-	-
Total	7,997,425	44,637,392	58,781,769	63,016,272
INCOME STATEMENT TRANSACTIONS FOR THE YEARS ENDED DECEMBER 31,	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2016	2015	2016	2015
13. Advertisement income				
- Subsidiaries	-	-	906,944,000	961,152,000
- Associates held by subsidiary	9,638,850	16,631,000	-	-
- Related companies	9,236,000	37,800,000	-	-
Total	18,874,850	54,431,000	906,944,000	961,152,000
14. Income from copyright and other services				
- Subsidiaries	-	-	2,258,937,166	2,198,565,121
- Associates held by subsidiary	23,324,609	27,456,614	-	-
- Related companies	3,296,972	2,351,291	-	-
- Related companies of subsidiary	3,098,644	2,876,045	-	-
Total	29,720,225	32,683,950	2,258,937,166	2,198,565,121

INCOME STATEMENT TRANSACTIONS FOR THE YEARS ENDED DECEMBER 31,	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2016	2015	2016	2015
15. Income from organizing concerts and shows				
- Associates held by subsidiary	4,899,469	26,194,813	-	-
- Related companies	-	83,271	-	-
- Related companies of subsidiary	-	3,533,725	-	-
Total	4,899,469	29,811,809	-	-
16. Sales of goods				
- Subsidiaries	-	-	5,589,324	2,632,724
- Related companies of subsidiary	18,072,866	99,443,938	-	-
Total	18,072,866	99,443,938	5,589,324	2,632,724
17. Dividend income (Note 13)				
- Subsidiaries	-	-	980,984,210	2,564,780,408
18. Other income				
- Subsidiaries	-	-	126,587,710	119,158,471
- Associates held by subsidiary	21,812,736	5,797,515	-	-
- Related companies of subsidiary	631,869	616,325	-	-
Total	22,444,605	6,413,840	126,587,710	119,158,471
19. Cost of sales and services				
- Subsidiaries	-	-	278,867,158	511,757,034
- Associates held by subsidiary	13,840,896	26,926,339	-	-
- Related companies	154,867,565	201,556,637	688,643	215,346
Total	168,708,461	228,482,976	279,555,801	511,972,380
20. Cost of organizing concerts and shows				
- Associates held by subsidiary	1,692,235	10,470,882	-	-
21. Selling expenses				
- Associates held by subsidiary	-	424,561	-	-

INCOME STATEMENT TRANSACTIONS FOR THE YEARS ENDED DECEMBER 31,	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2016	2015	2016	2015
22. Administrative expenses				
- Subsidiaries	-	-	44,362,970	35,143,288
- Associates held by subsidiary	608,000	7,304,168	-	-
- Related companies	140,086,880	138,537,400	47,485,122	44,639,800
Total	140,694,880	145,841,568	91,848,092	79,783,088
23. Interest expenses				
- Subsidiaries	-	-	54,242,423	55,809,733
- Related companies of subsidiary	30,974	25,928	-	-
Total	30,974	25,928	54,242,423	55,809,733

35. 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.

36. REGISTERED PROVIDENT FUND

The Company and its subsidiaries have set up and registered provident fund in accordance with the Provident Fund Act B.E. 2530 (1987), in order to be the savings and welfare promotion, as well as the fringe benefits upon resignation or retirement to its employees according to the Company's regulation. The fund is partly contributed by the employees and another part by the Company at the rate 3-5% of their basic salaries. Hereby, the Company has appointed the Kasikorn Asset Management Company Limited to be the fund manager

Provident fund contributions made by the Company and its subsidiaries for their employees and recorded as expenses in the income statements for the years ended December 31, 2016 and 2015 are Baht 40.71 million (the Company Baht 2.20 million) and Baht 39.22 million (the Company Baht 2.17 million), respectively.

37. COMMITMENTS AND CONTINGENT LIABILITIES

37.1 Commitments

As at December 31, 2016, 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	3,068.00
- 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	181.01
- guarantee of agreement for joint operation of color TV transmission	10.00
- guarantee for improvement of tools and equipment according to the agreement for joint operation of color TV transmission as amended No.3	71.52
- Others	10.36

37.2 Commitments on long-term leases

As at December 31, 2016, the Company and its subsidiaries have commitments on long-term leases, as follows:

- The Company and its subsidiaries have entered into Lease Agreement to lease the office space of Maleenont Tower, on B1, G, 2nd- 11th, 21st- 28th and 30th- 34th 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 2nd- 12th 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, 84th Floor for the period of 3 years, commencing from March 17, 2014 to March 16, 2017.

MILLION BAHT

PARTICULARS	CONSOLIDATED	SEPARATE FINANCIAL STATEMENTS
Space rental, equipment and furnishing on the leased space (per month)		
Maleenont Tower	6.10	2.05
Maleenont Tower (M II)	2.86	-
BAIYOK II Building	1.20	-
Total	10.16	2.05
Common services (per month)		
Maleenont Tower	4.07	1.37
Maleenont Tower (M II)	1.90	-
Total	5.97	1.37
Total	16.13	3.42

- Its subsidiary of BEC-TERO ENTERTAINMENT PUBLIC COMPANY LIMITED has entered into Land Sub-Lease Agreement with a person for the period of 8 years and 11 months, commencing from February 1, 2016 to December 31, 2024. As at December 31, 2016 payments are as follows:

MILLION BAHT

PARTICULARS	MINIMUM AMOUNT
Current portion	1.20
Over 1 year but not over 5 years	6.00
Over 5 years	5.04
Total	12.24

37.3 Commitments on joint-operation contracts with MCOT

As at December 31, 2016, BANGKOK ENTERTAINMENT CO., LTD., has according to the Television Joint-operation of color TV transmission contract, to pay annual compensation to MCOT, as follows:

MILLION BAHT	
PARTICULARS	MINIMUM AMOUNT
Current portion	221.37
Over 1 year but not over 5 years	538.25
Total	759.62

As at December 31, 2016, BANGKOK ENTERTAINMENT CO., LTD., has to pay annual compensation according to the Contract of Operating and Advertisement through an MCOT FM radio station, at 105.5 MH frequency to MCOT, as follows:

MILLION BAHT	
PARTICULARS	MINIMUM AMOUNT
Current portion	26.44
Over 1 year but not over 5 years	63.76
Total	90.20

37.4 As at December 31, 2016, 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	1,783.00
Total	3,163.00

37.5 Commitments on satellite signal services and integrated signal services

37.5.1 BEC MULTIMEDIA CO., LTD., a subsidiary of the Company, entered into a satellite signal services with THAICOM PUBLIC COMPANY LIMITED for the period of 3 years, commencing from April 25, 2014 to April 24, 2017. As at December 31, 2016 payments are as follows:

MILLION BAHT	
PARTICULARS	MINIMUM AMOUNT
Current portion	13.31 (USD 369,739.95)

37.5.2 BEC MULTIMEDIA CO., LTD., a subsidiary of the Company, entered into a integrated signal services with TC BROADCASTING COMPANY LIMITED for the period of 3 years, commencing from April 25, 2014 to April 24, 2017. As at December 31, 2016 payments are as follows :

MILLION BAHT	
PARTICULARS	MINIMUM AMOUNT
Current portion	0.37 (USD 10,260.00)

37.5.3 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, 2014 to April 30, 2017. As at December 31, 2016 payments are as follows :

MILLION BAHT	
PARTICULARS	MINIMUM AMOUNT
Current portion	1.10

37.5.4 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 December 31, 2016 payments are as follows :

MILLION BAHT	
PARTICULARS	MINIMUM AMOUNT
Current portion	27.58 (USD 766,100.04)
Over 1 year but not over 5 years	110.32 (USD 3,064,400.16)
Over 5 years	61.68 (USD 1,713,084.81)
Total	199.58

37.6 Commitments on right charges under buying forward contract

The Company and subsidiaries have commitments on right charges under buying forward contract, as at December 31, 2016 are as follows:

MILLION BAHT		
PARTICULARS	MINIMUM AMOUNT	
	CONSOLIDATED	SEPARATE FINANCIAL STATEMENTS
Current portion		
- Foreign pictures	136.32	136.32
- International football programs	277.52	-
- Volleyball	192.62	157.69
	(USD 5,355,000.00)	(USD 4,380,000.00)
- Music copyright	36.00	-
	(USD 1,000,000.00)	
Over 1 year but not over 5 years		
- Foreign pictures	4.53	4.53
- Volleyball	464.07	464.07
	(USD 12,890,000.00)	(USD 12,890,000.00)
- Music copyright	18.00	-
	(USD 500,000.00)	
Total	1,129.06	762.61

37.7 Commitments from guarantees

37.7.1 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 3,068 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 108.01 million

37.7.2 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 related company of BEC-TERO ENTERTAINMENT PUBLIC COMPANY LIMITED) 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.

38. LITIGATION

According to BEC-TERO ENTERTAINMENT PUBLIC COMPANY LIMITED, a subsidiary of the Company, had a dispute in a claim for a breach of contract in the amount of EUR 2.57 million to arbitration in Singapore, the subsidiary company terminated the process to resolve disputes by arbitration in order to the claimant sue to the Thai Court as normal. The subsidiary company expects no negative effect therefore, the contingent expenses from the outcome of such case have not been accounted for.

39. DISCLOSURE OF FINANCIAL INSTRUMENTS

The Company and its subsidiaries have information relating to financial instruments both in and off statements of financial position, as follows:

39.1 Accounting policies and procedure

See Note 4.

39.2 Risk from breach of contracts

- Due to the contracting parties do not follow the requirement in the contract which caused damage to the Company and its subsidiaries.
- Risk from concentration of credit is minimal even most of the trade accounts receivable of the Company and its subsidiaries are advertising agencies, due to businesses of the group spread through out the industries and not concentrated within any particular agency or group of agencies and the group has closely monitored each trade account receivable business. Thus, the Company and its subsidiaries do not expect any material damage from this kind of risk.
- For the financial assets shown in the statements of financial position, the book value of such assets is net from various provisions to be estimated fair value. Such provisions are assumed to be the highest value of risk incurred from breach of contracts.

39.3 Risk relating to interest rate

Risk from the fluctuation in interest rate may have negative effect to the Company and its subsidiaries for the current and the following years. Management believes that they can manage the contingent risk, due to the Company has set up a plan and follow up the situation closely.

39.4 Risk from exchange rate

The Company and subsidiaries have risk from the fluctuation of foreign exchange rates, due to some debtors and creditors arisen from the trading in foreign currencies. The Company will make the forward exchange contract, in case of Baht currency is highly fluctuated and it is appropriate for the situation.

39.5 Fair value of financial instruments

The following methods and assumptions are used to estimate the fair value of financial instruments:

- Financial assets shown at book value which equal to estimated fair value.
- Financial liabilities shown at book value almost the same with fair value, due to such liabilities will be matured in short term.

40. RECLASSIFICATION

The Company certain accounting transactions in the consolidated financial statements for the year ended December 31, 2015 have been reclassified to conform to the consolidated financial statements for the year ended December 31, 2016. The reclassifications had no effect to previously reported profit or shareholders' equity.

41. FINANCIAL STATEMENTS APPROVAL

These financial statements are duly approved by the Company's directors on February 21, 2017.