

**Nation Broadcasting Corporation Public Company  
Limited and its Subsidiary**

Interim financial statements  
and  
Review Report of Certified Public Accountant

For the three-month and nine-month periods ended  
30 September 2009

## **Review Report of Certified Public Accountant**

### **To the Board of Directors of Nation Broadcasting Corporation Public Company Limited**

I have reviewed the accompanying consolidated and separate balance sheets as at 30 September 2009, and the related statements of income for the three-month and nine-month periods ended 30 September 2009 and 2008, and the related statements of changes in equity and cash flows for the nine-month periods ended 30 September 2009 and 2008 of Nation Broadcasting Corporation Public Company Limited and its subsidiary, and of Nation Broadcasting Corporation Public Company Limited, respectively. The Company's management is responsible for the correctness and completeness of information presented in these financial statements. My responsibility is to issue a report on these financial statements based on my reviews.

I conducted my reviews in accordance with the auditing standard on review engagements. This Standard requires that I plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit in accordance with generally accepted auditing standards. I have not performed an audit and, accordingly, I do not express an audit opinion on the reviewed financial statements.

Based on my reviews, nothing has come to my attention that causes me to believe that the financial statements referred to above are not presented fairly, in all material respects, in accordance with generally accepted accounting principles.

I have previously audited the consolidated and separate financial statements for the year ended 31 December 2008 of Nation Broadcasting Corporation Public Company Limited and its subsidiary, and of Nation Broadcasting Corporation Public Company Limited, respectively, in accordance with generally accepted auditing standards and expressed an unqualified opinion on those financial statements in my report dated 4 May 2009. I have not performed any auditing procedures since that date. The consolidated and separate balance sheets as at 31 December 2008, which are included in the accompanying financial statements for comparative purposes, are components of those financial statements.

(Vichien Thamtrakul)  
Certified Public Accountant  
Registration No. 3183

KPMG Phoomchai Audit Ltd.  
Bangkok  
5 November 2009

# Nation Broadcasting Corporation Public Company Limited and its Subsidiary

## Balance sheets

As at 30 September 2009 and 31 December 2009

Assets	Note	Consolidated financial statements		Separate financial statements	
		30 September 2009 (Unaudited)	31 December 2008	30 September 2009 (Unaudited)	31 December 2008
<i>(in thousand Baht)</i>					
<b>Current assets</b>					
Cash and cash equivalents		83,417	14,745	75,409	10,424
Trade accounts receivable	5	116,134	108,581	116,134	108,508
Accrued income		17,983	7,881	17,983	7,882
Other receivables from related parties	4	4,042	3,068	4,042	3,031
Short-term loans to related party	4	-	5,000	-	5,000
Inventories		1,767	5,057	1,767	5,057
Other current assets		8,577	9,013	8,295	8,863
<b>Total current assets</b>		<b>231,920</b>	<b>153,345</b>	<b>223,630</b>	<b>148,765</b>
<b>Non-current assets</b>					
Investment in subsidiary	6	-	-	2,999	2,999
Equipment	7	32,737	52,362	32,737	51,306
Intangible assets		393	261	393	261
Withholding tax deducted at source		19,746	16,783	19,746	16,613
Other non-current assets		2,783	892	2,783	838
<b>Total non-current assets</b>		<b>55,659</b>	<b>70,298</b>	<b>58,658</b>	<b>72,017</b>
<b>Total assets</b>		<b>287,579</b>	<b>223,643</b>	<b>282,288</b>	<b>220,782</b>

The accompanying notes are an integral part of these financial statements.

# Nation Broadcasting Corporation Public Company Limited and its Subsidiary

## Balance sheets

As at 30 September 2009 and 31 December 2008

	Note	Consolidated		Separate	
		30 September 2009 (Unaudited)	31 December 2008	30 September 2009 (Unaudited)	31 December 2008
<i>(in thousand Baht)</i>					
<b>Liabilities and equity</b>					
<i>Current liabilities</i>					
Bank overdrafts and short-term loans					
from financial institutions		47,175	46,757	47,175	46,757
Trade accounts payable	8	26,188	8,914	26,188	9,229
Other payables to related parties	4	9,447	13,644	9,447	13,436
Other current liabilities		50,197	40,666	50,197	39,941
<b>Total liabilities</b>		<b>133,007</b>	<b>109,981</b>	<b>133,007</b>	<b>109,363</b>
<i>Equity</i>					
Share capital	9				
Authorised share capital		170,000	240,000	170,000	240,000
Issued and paid-up share capital		120,000	240,000	120,000	240,000
Premium on business transfers					
under common control	3	-	-	(4,767)	-
Retained earnings (Deficit)		34,559	(126,350)	34,048	(128,581)
<b>Total equity attributable to equity</b>					
<b>holders of the Company</b>		<b>154,559</b>	<b>113,650</b>	<b>149,281</b>	<b>111,419</b>
Minority interests		13	12	-	-
<b>Total equity</b>		<b>154,572</b>	<b>113,662</b>	<b>149,281</b>	<b>111,419</b>
<b>Total liabilities and equity</b>		<b>287,579</b>	<b>223,643</b>	<b>282,288</b>	<b>220,782</b>

The accompanying notes are an integral part of these financial statements.

# Nation Broadcasting Corporation Public Company Limited and its Subsidiary

## Statements of income

For the three-month periods ended 30 September 2009 and 2008 (Unaudited)

	Note	Consolidated financial statements		Separate financial statements	
		2009	2008	2009	2008
<i>(in thousand Baht)</i>					
<b>Revenues</b>	4				
Revenue from sale of goods and rendering of services		127,091	94,629	127,091	94,629
Other income		293	3,079	293	3,055
<b>Total revenues</b>	10	<b>127,384</b>	<b>97,708</b>	<b>127,384</b>	<b>97,684</b>
<b>Expenses</b>	4				
Cost of sale of goods and rendering of services		85,906	63,770	85,906	63,801
Selling expenses		3,961	4,680	3,961	4,680
Administrative expenses		11,038	8,089	11,038	8,009
Management benefit expenses		2,102	2,300	2,102	2,300
<b>Total expenses</b>		<b>103,007</b>	<b>78,839</b>	<b>103,007</b>	<b>78,790</b>
<b>Profit before finance costs</b>		<b>24,377</b>	<b>18,869</b>	<b>24,377</b>	<b>18,894</b>
Finance costs	4	(522)	(872)	(522)	(872)
<b>Profit for the period</b>		<b>23,855</b>	<b>17,997</b>	<b>23,855</b>	<b>18,022</b>
<b>Attributable to:</b>					
Equity holders of the Company		23,855	17,997	23,855	18,022
Minority interests		-	-	-	-
<b>Profit for the period</b>	10	<b>23,855</b>	<b>17,997</b>	<b>23,855</b>	<b>18,022</b>
<b>Basic earnings per share (Baht)</b>	11	<b>0.20</b>	<b>0.15</b>	<b>0.20</b>	<b>0.15</b>

The accompanying notes are an integral part of these financial statements.

# Nation Broadcasting Corporation Public Company Limited and its Subsidiary

## Statements of income

For the nine-month periods ended 30 September 2009 and 2008 (Unaudited)

		Consolidated		Separate	
		financial statements		financial statements	
	Note	2009	2008	2009	2008
		<i>(in thousand Baht)</i>			
<b>Revenues</b>	4				
Revenue from sale of goods and rendering of services		336,823	255,174	336,823	255,170
Dividend income	6	-	-	1,800	-
Other income		3,751	5,915	3,741	5,888
<b>Total revenues</b>	10	<b>340,574</b>	<b>261,089</b>	<b>342,364</b>	<b>261,058</b>
<b>Expenses</b>	4				
Cost of sale of goods and rendering of services		246,041	184,367	246,122	184,434
Selling expenses		11,514	11,655	11,514	11,655
Administrative expenses		34,585	24,469	34,575	24,239
Management benefit expenses		5,903	6,176	5,903	6,176
<b>Total expenses</b>		<b>298,043</b>	<b>226,667</b>	<b>298,114</b>	<b>226,504</b>
<b>Profit before finance costs</b>		<b>42,531</b>	<b>34,422</b>	<b>44,250</b>	<b>34,554</b>
Finance costs	4	(1,621)	(3,380)	(1,621)	(3,380)
<b>Profit for the period</b>		<b>40,910</b>	<b>31,042</b>	<b>42,629</b>	<b>31,174</b>
<b>Attributable to:</b>					
Equity holders of the Company		40,909	31,042	42,629	31,174
Minority interests		1	-	-	-
<b>Profit for the period</b>	10	<b>40,910</b>	<b>31,042</b>	<b>42,629</b>	<b>31,174</b>
<b>Basic earnings per share (Baht)</b>	11	<b>0.34</b>	<b>0.26</b>	<b>0.36</b>	<b>0.26</b>

The accompanying notes are an integral part of these financial statements.

# Nation Broadcasting Corporation Public Company Limited and its Subsidiary

## Statements of changes in equity

For the nine-month periods ended 30 September 2009 and 2008 (Unaudited)

	Consolidated financial statements				
	Issued and paid-up share capital	Retained earnings/ (Deficit)	Total equity attributable to equity holders of the Company	Minority interests	Total equity
Note	<i>(in thousand Baht)</i>				
<b>Balance at 1 January 2008</b>	<b>240,000</b>	<b>(153,257)</b>	<b>86,743</b>	<b>12</b>	<b>86,755</b>
Profit for the period	-	31,042	31,042	-	31,042
<b>Balance at 30 September 2008</b>	<b>240,000</b>	<b>(122,215)</b>	<b>117,785</b>	<b>12</b>	<b>117,797</b>
<b>Balance at 1 January 2009</b>	<b>240,000</b>	<b>(126,350)</b>	<b>113,650</b>	<b>12</b>	<b>113,662</b>
Reduction of ordinary shares	9 (120,000)	120,000	-	-	-
Profit for the period	-	40,909	40,909	1	40,910
<b>Balance at 30 September 2009</b>	<b>120,000</b>	<b>34,559</b>	<b>154,559</b>	<b>13</b>	<b>154,572</b>

The accompanying notes are an integral part of these financial statements.

# Nation Broadcasting Corporation Public Company Limited and its Subsidiary

## Statements of changes in equity

For the nine-month periods ended 30 September 2009 and 2008 (Unaudited)

		Separate financial statements			Total equity
	Note	Issued and paid-up share capital	Premium on business transfers under common control	Retained earnings (Deficit)	attributable to equity holders of the Company
<i>(in thousand Baht)</i>					
<b>Balance at 1 January 2008</b>		<b>240,000</b>	-	<b>(156,090)</b>	<b>83,910</b>
Profit for the period		-	-	31,174	<b>31,174</b>
<b>Balance at 30 September 2008</b>		<b>240,000</b>	-	<b>(124,916)</b>	<b>115,084</b>
<b>Balance at 1 January 2009</b>		<b>240,000</b>	-	<b>(128,581)</b>	<b>111,419</b>
Reduction of ordinary shares	9	(120,000)	-	120,000	-
Profit for the period		-	-	42,629	42,629
Premium on business transfers under common control	3	-	(4,767)	-	(4,767)
<b>Balance at 30 September 2009</b>		<b>120,000</b>	<b>(4,767)</b>	<b>34,048</b>	<b>149,281</b>

The accompanying notes are an integral part of these financial statements.

# Nation Broadcasting Corporation Public Company Limited and its Subsidiary

## Statements of cash flows

For the nine-month periods ended 30 September 2009 and 2008 (Unaudited)

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2009	2008	2009	2008
	<i>(in thousand Baht)</i>			
<b><i>Cash flows from operating activities</i></b>				
Profit for the period	40,910	31,042	42,629	31,174
<i>Adjustments for</i>				
Premium on business transfers				
under common control	-	-	(4,767)	-
Depreciation and amortisation	18,753	18,627	18,458	17,571
Withholding tax deducted at source written-off	3,826	2,596	3,826	2,596
Dividend income	-	-	(1,800)	-
Interest income	(398)	(10)	(388)	(6)
Finance costs	1,621	3,380	1,621	3,380
Doubtful debts expense	1,962	2,186	1,962	1,960
Loss (gain) on disposal of equipment	(3,169)	76	(3,169)	76
Loss on obsolete stocks	4,020	-	4,020	-
	<u>67,525</u>	<u>57,897</u>	<u>62,392</u>	<u>56,751</u>
<i>Changes in operating assets and liabilities</i>				
Trade accounts receivable	(9,515)	16,957	(9,588)	16,776
Accrued income	(10,102)	2,677	(10,101)	1,157
Other receivables from related parties	(974)	(2,035)	(1,011)	(2,036)
Inventories	(730)	10	(730)	10
Other current assets	436	1,430	568	1,388
Withholding tax deducted at source	(6,789)	(5,629)	(6,959)	(5,628)
Other non-current assets	(1,891)	(567)	(1,945)	(567)
Trade accounts payable	17,274	(321)	16,959	340
Other payables to related parties	(4,197)	(3,179)	(3,989)	(3,329)
Other current liabilities	9,531	(2,843)	10,256	(2,811)
<b>Net cash provided by operating activities</b>	<b><u>60,568</u></b>	<b><u>64,397</u></b>	<b><u>55,852</u></b>	<b><u>62,051</u></b>
<b><i>Cash flows from investing activities</i></b>				
Interest received	398	10	388	6
Dividend received	-	-	1,800	-
Purchase of equipment	(9,718)	(3,953)	(10,479)	(3,953)
Sale of equipment	13,807	-	13,807	-
Purchase of intangible assets	(180)	(250)	(180)	(250)
<b>Net cash provided by (used in) investing activities</b>	<b><u>4,307</u></b>	<b><u>(4,193)</u></b>	<b><u>5,336</u></b>	<b><u>(4,197)</u></b>

The accompanying notes are an integral part of these financial statements.

# Nation Broadcasting Corporation Public Company Limited and its Subsidiary

## Statements of cash flows

For the nine-month periods ended 30 September 2009 and 2008 (Unaudited)

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2009	2008	2009	2008
	<i>(in thousand Baht)</i>			
<b><i>Cash flows from financing activities</i></b>				
Bank overdrafts and short-term loans				
from financial institutions	418	(13,249)	418	(13,249)
Interest paid	(1,621)	(3,380)	(1,621)	(3,380)
Cash received from				
Proceeds from short-term loans from				
related party	5,000	-	5,000	-
Repayment of short-term loans from				
related party	-	(30,500)	-	(30,500)
<b>Net cash provided by (used in)</b>				
<b>financing activities</b>	<b>3,797</b>	<b>(47,129)</b>	<b>3,797</b>	<b>(47,129)</b>
<b>Net increase in cash and cash equivalents</b>	<b>68,672</b>	<b>13,075</b>	<b>64,985</b>	<b>10,725</b>
Cash and cash equivalents at beginning of period	14,745	3,311	10,424	724
<b>Cash and cash equivalents at end of period</b>	<b>83,417</b>	<b>16,386</b>	<b>75,409</b>	<b>11,449</b>

The accompanying notes are an integral part of these financial statements.

**Nation Broadcasting Corporation Public Company Limited and its Subsidiary**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2009 (Unaudited)**

<b>Note</b>	<b>Contents</b>
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**Nation Broadcasting Corporation Public Company Limited and its Subsidiary**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2009 (Unaudited)**

These notes form an integral part of the financial statements.

The interim financial statements were authorised for issue by the Board of Directors on 5 November 2009.

**1 General information**

Nation Broadcasting Corporation Public Company Limited, the “Company”, was incorporated in Thailand on 8 January 1993 and has its registered office at 1858/51-62, Nation tower, 12<sup>th</sup> and 13<sup>th</sup> floors, Bangna-Trad Road, Kwang Bangna, Khet Bangna, Bangkok, Thailand.

The immediate parent company during the financial period was Nation Multimedia Group Public Company Limited (99.99% shareholding), a company was incorporated in Thailand.

The principal businesses of the Company are production of TV programs and radio programs and providing advertisements through TV and radio media and new media forms. Details of the Company’s subsidiary as at 30 September 2009 and 31 December 2008 were as follows:

Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			30 September 2009	31 December 2008
<i>Subsidiary</i>				
Nation Radio Network Co., Ltd.	Advertising media	Thailand	99.98	99.98

At the extraordinary shareholders’ meetings held on 21 April 2009, the shareholders passed resolutions to approve the allocation of the increase in ordinary shares as follows;

1. allocate the increase in ordinary shares, not exceeding 20,000,000 shares to the Parent Company's shareholders in proportionate to their shareholding percentage.
2. allocate the increase in ordinary shares in 1, not exceeding 42,129 shares to the directors and the management.
3. allocate the increase in ordinary shares of 30,000,000 shares and issue remaining shares from 1 and 2 to the Initial Public Offering.

**Initial Public Offering**

In September 2009, the Company received approval from The Securities and Exchange Commission to offer its ordinary shares to the public by issuing 50,000,000 ordinary shares. The new shares will be sold to subscribers at a price of Baht 2.90 per share (Baht 1 capital and Baht 1.90 share premium). The shares of the Company will begin trading on the Market for Alternative Investment on 11 November 2009.

**2 Basis of preparation of financial statements**

The interim financial statements issued for Thai reporting purposes are prepared in the Thai language. This English translation of the financial statements has been prepared for the convenience of readers not conversant with the Thai language.

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard No. 34 *Interim Financial Reporting* (formerly TAS 41) including related interpretations and guidelines promulgated by the Federation of Accounting Professions (FAP), applicable rules and regulations of the Securities and Exchange Commission and with generally accepted accounting principles in Thailand.

**Nation Broadcasting Corporation Public Company Limited and its Subsidiary**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2009 (Unaudited)**

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2008. They focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements for the year ended 31 December 2008.

The interim financial statements are presented in Thai Baht, rounded to the nearest thousand unless otherwise stated.

On 15 May 2009, the FAP has made the announcement No. 12/2009 to renumber Thai Accounting Standards (TAS) to be the same as International Accounting Standards (IAS).

The Group has adopted the following revised Thai Accounting Standards (TAS) and Thai Financial Reporting Standards (TFRS) which were issued by the FAP during 2008 and effective for annual accounting periods beginning on or after 1 January 2009:

TAS 36 (revised 2007)	<i>Impairment of Assets</i> (formerly TAS 36)
TFRS 5 (revised 2007)	<i>Non-current Assets Held for Sale Discontinued Operations</i> (formerly TAS 54)

The adoption of these revised TAS and TFRS does not have any material impact on the consolidated or separate financial statements.

Accounting policies and methods of computation applied in the interim financial statements for the three-month and nine-month periods ended 30 September 2009 are consistent with those applied in the financial statements for the year ended 31 December 2008.

### **3 Business transfer**

On 12 March 2009, at the ordinary meeting of shareholders, the shareholders passed resolutions to approve the Company to enter into a Net Asset Transfer Agreement with Nation Radio Network Co., Ltd., a subsidiary. The fair value of the net assets, which transferred from a subsidiary, are approximately of Baht 8.0 million, comprised of the following;

	<i>(Thousand Baht)</i>
Cash and deposits at financial institutions	3,106
Trade accounts receivables and other receivables	71
Other current assets	30
Equipment	5,528
Trade accounts payable and other payables	(67)
Other current liabilities	(689)
<b>Net assets and liabilities</b>	<b>7,979</b>
Other expenses	20
<b>Total net transfer</b>	<b>7,999</b>
<b>Premium on business transfers under common control</b>	<b>(4,767)</b>
<b>Net assets and liabilities – at cost</b>	<b>3,232</b>

**Nation Broadcasting Corporation Public Company Limited and its Subsidiary**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2009 (Unaudited)**

**4 Related party transactions and balances**

Related parties are those parties linked to the Group and the Company as shareholders or by common shareholders or directors. Transactions with related parties are conducted at prices based on market prices or, where no market price exists, at contractually agreed prices.

Relationships with related parties that control or jointly control the Company or are being controlled or jointly-controlled by the Company or have transactions with the Group were as follows:

<b>Name of entities</b>	<b>Country of incorporation/ nationality</b>	<b>Nature of relationships</b>
Nation Multimedia Group Public Company Limited	Thailand	Parent, 99.99% shareholding, some common directors
Nation International Edutainment Public Company Limited	Thailand	99.99% shareholding by Parent, some common directors
NML Co., Ltd.	Thailand	99.99% shareholding by Parent, some common directors
Nation Radio Network Co., Ltd.	Thailand	Subsidiary, 99.98% shareholding, some common directors
Nation Edutainment Co., Ltd.	Thailand	99.99% shareholding by Nation International Edutainment Public Company Limited, some common directors
Nation Egmont Edutainment Co., Ltd.	Thailand	49.99% shareholding by Nation International Edutainment Public Company Limited, some common directors
Nation Properties Co., Ltd.	Thailand	Related party, 18% shareholding by parent
Thai Portal Co., Ltd.	Thailand	Related party, 19% shareholding by Nation Digital Media Co., Ltd.
Kyodo Nation Printing Services Co.,Ltd.	Thailand	Related party, 48.99% shareholding by WPS (Thailand) Co., Ltd, some common directors

The pricing policies for particular types of transactions are explained further below:

<b>Transactions</b>	<b>Pricing policies</b>
Rendering of services and others	General market price
Interest income on loans	Fixed rate which approximates loan rate of the financial institutions
Cost of services and expenses	Actual cost allocation rate and negotiable rate
Interest expense on borrowings	Fixed rate which approximates loan rate of the financial institutions

**Nation Broadcasting Corporation Public Company Limited and its Subsidiary**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2009 (Unaudited)**

Significant transactions for the three-month and nine-month periods ended 30 September 2009 and 2008 with related parties were summarised as follows:

<i>Three-month periods ended 30 September</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2009	2008	2009	2008
	<i>(in thousand Baht)</i>			
<b>Parent</b>				
Rendering of services	938	6,732	938	5,607
Interest income	182	-	182	-
Cost of services and expenses	11,084	10,057	11,084	8,932
Interest expense	-	166	-	166
<b>Subsidiary</b>				
Cost of services and expenses	-	-	-	375
<b>Related parties</b>				
Rendering of services	10	-	10	-
Cost of services and expenses	1,287	107	1,287	107
	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
<i>Nine-month periods ended 30 September</i>	2009	2008	2009	2008
	<i>(in thousand Baht)</i>			
<b>Parent</b>				
Rendering of services	9,982	24,636	9,982	23,511
Interest income	303	-	303	-
Cost of services and expenses	40,154	28,266	40,154	27,141
Interest expense	-	1,145	-	1,145
<b>Subsidiary</b>				
Cost of services and expenses	-	-	375	1,125
Purchase assets from business transfer	-	-	7,999	-
<b>Related parties</b>				
Rendering of services	150	-	150	-
Cost of services and expenses	1,612	616	1,612	616

**Nation Broadcasting Corporation Public Company Limited and its Subsidiary**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2009 (Unaudited)**

Balances as at 30 September 2009 and 31 December 2008 with related parties were as follows:

**Trade accounts receivable from related parties**

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2009	31 December 2008	30 September 2009	31 December 2008
	<i>(in thousand Baht)</i>			
<b>Parent</b>				
Nation Multimedia Group Public Company Limited	4,939	17,036	4,939	17,036
<b>Related parties</b>				
Nation International Edutainment Public Company Limited	35	5	35	5
Nation Egmont Edutainment Co., Ltd.	20	12	20	12
<b>Total</b>	<b>4,994</b>	<b>17,053</b>	<b>4,994</b>	<b>17,053</b>

**Other receivables from related parties**

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2009	31 December 2008	30 September 2009	31 December 2008
	<i>(in thousand Baht)</i>			
<b>Parent</b>				
Nation Multimedia Group Public Company Limited	3,257	2,869	3,257	2,862
<b>Related parties</b>				
Nation International Edutainment Public Company Limited	40	20	40	20
Thai Portal Co., Ltd.	447	447	447	447
Nation Egmont Edutainment Co., Ltd.	27	151	27	121
Others	718	28	718	28
	<b>4,489</b>	<b>3,515</b>	<b>4,489</b>	<b>3,478</b>
<i>Less allowance for doubtful accounts</i>	<i>(447)</i>	<i>(447)</i>	<i>(447)</i>	<i>(447)</i>
<b>Total</b>	<b>4,042</b>	<b>3,068</b>	<b>4,042</b>	<b>3,031</b>

**Short-term loans to related party**

	<b>Interest rate</b>		<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2009	2008	30 September 2009	31 December 2008	30 September 2009	31 December 2008
	<i>(% per annum)</i>		<i>(in thousand Baht)</i>			
<b>Parent</b>						
Nation Multimedia Group Public Company Limited	-	7	-	5,000	-	5,000

**Nation Broadcasting Corporation Public Company Limited and its Subsidiary**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2009 (Unaudited)**

Movements during the nine-month periods ended 30 September 2009 and 2008 of short-term loans to related party was as follows:

*Short-term loans to related party*

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2009	2008	2009	2008
	<i>(in thousand Baht)</i>			
<b>Parent</b>				
At 1 January	5,000	-	5,000	-
Increase	35,000	-	35,000	-
Decrease	(40,000)	-	(40,000)	-
<b>At 30 September</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

*Trade accounts payable to  
related parties*

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2009	31 December 2008	30 September 2009	31 December 2008
	<i>(in thousand Baht)</i>			
<b>Parent</b>				
Nation Multimedia Group Public Company Limited	10,194	4,581	10,194	4,581
<b>Subsidiary</b>				
Nation Radio Network Co., Ltd.	-	-	-	401
<b>Related parties</b>				
Others	2,100	198	2,100	198
<b>Total</b>	<u>12,294</u>	<u>4,779</u>	<u>12,294</u>	<u>5,180</u>

*Other payables to related parties*

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2009	31 December 2008	30 September 2009	31 December 2008
	<i>(in thousand Baht)</i>			
<b>Parent</b>				
Nation Multimedia Group Public Company Limited	9,105	13,225	9,105	13,017
<b>Related parties</b>				
Nation International Edutainment Public Company Limited	141	207	141	207
Nation Egmont Edutainment Co., Ltd.	-	118	-	118
Others	201	94	201	94
<b>Total</b>	<u>9,447</u>	<u>13,644</u>	<u>9,447</u>	<u>13,436</u>

**Nation Broadcasting Corporation Public Company Limited and its Subsidiary**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2009 (Unaudited)**

**5 Trade accounts receivable**

	Note	Consolidated financial statements		Separate financial statements	
		30 September 2009	31 December 2008	30 September 2009	31 December 2008
		<i>(in thousand Baht)</i>			
Related parties	4	4,994	17,053	4,994	17,053
Others		118,490	107,552	118,490	99,846
		<b>123,484</b>	<b>124,605</b>	<b>123,484</b>	<b>116,899</b>
Less allowance for doubtful accounts		(7,350)	(16,024)	(7,350)	(8,391)
<b>Total</b>		<b>116,134</b>	<b>108,581</b>	<b>116,134</b>	<b>108,508</b>
		2009	2008	2009	2008
		<i>(in thousand Baht)</i>			
Bad and doubtful debts expense for the:					
- three-month periods ended 30 September		<b>228</b>	<b>727</b>	<b>228</b>	<b>501</b>
- nine-month periods ended 30 September		<b>1,962</b>	<b>2,186</b>	<b>1,962</b>	<b>1,960</b>

Aging analyses for trade accounts receivable were as follows:

	Consolidated financial statements		Separate financial statements	
	30 September 2009	31 December 2008	30 September 2009	31 December 2008
	<i>(in thousand Baht)</i>			
<b>Related parties</b>				
Within credit terms	4,950	17,048	4,950	17,048
Overdue:				
Less than 6 months	44	-	44	-
6-12 months	-	-	-	-
Over 12 months	-	5	-	5
	<b>4,994</b>	<b>17,053</b>	<b>4,994</b>	<b>17,053</b>
Less allowance for doubtful accounts	-	-	-	-
<b>Net</b>	<b>4,994</b>	<b>17,053</b>	<b>4,994</b>	<b>17,053</b>
<b>Other parties</b>				
Within credit terms	102,491	74,692	102,491	74,582
Overdue:				
Less than 6 months	9,893	11,820	9,893	11,820
6-12 months	273	5,306	273	5,306
Over 12 months	5,833	15,734	5,833	8,138
	<b>118,490</b>	<b>107,552</b>	<b>118,490</b>	<b>99,846</b>
Less allowance for doubtful accounts	(7,350)	(16,024)	(7,350)	(8,391)
<b>Net</b>	<b>111,140</b>	<b>91,528</b>	<b>111,140</b>	<b>91,455</b>
<b>Total</b>	<b>116,134</b>	<b>108,581</b>	<b>116,134</b>	<b>108,508</b>

The normal credit term granted by the Group is 90 days.

**Nation Broadcasting Corporation Public Company Limited and its Subsidiary**  
**Notes to the interim financial statements**  
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**6 Investment in subsidiary**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>	<b>financial statements</b>	<b>financial statements</b>	<b>financial statements</b>
	2009	2008	2009	2008
	<i>(in thousand Baht)</i>			
At 1 January	-	-	2,999	2,999
Acquisition	-	-	-	-
<b>At 30 September</b>	<u>-</u>	<u>-</u>	<u><b>2,999</b></u>	<u><b>2,999</b></u>

**Nation Broadcasting Corporation Public Company Limited and its Subsidiary**  
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Investment in subsidiary as at 30 September 2009 and 31 December 2008 and dividend income for the nine-month periods ended 30 September 2009 and 2008 were as follows:

	Separate financial statements										Dividend income	
	Ownership interest		Paid-up capital		Cost method		Impairment		At cost - net		for the nine-month periods ended	
	30	31	30	31	30	31	30	31	30	31	30	30
	September 2009	December 2008	September 2009	December 2008	September 2009	December 2008	September 2009	December 2008	September 2009	December 2008	September 2009	September 2008
	(%)						(in thousand Baht)					
<b><i>Subsidiary</i></b>												
Nation Radio Network Co., Ltd.	99.98	99.98	<u>3,000</u>	<u>3,000</u>	<u>2,999</u>	<u>2,999</u>	-	-	<u>2,999</u>	<u>2,999</u>	<u>1,800</u>	-

At the extraordinary shareholders' meetings of a subsidiary (Nation Radio Network Co., Ltd.) held on 24 July 2009, the shareholders passed resolutions to liquidate the subsidiary. The subsidiary registered for liquidation with the Ministry of Commerce on 30 July 2009 and procedures have been taken to liquidate the subsidiary.

**Nation Broadcasting Corporation Public Company Limited and its Subsidiary**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2009 (Unaudited)**

**7 Equipment**

Acquisitions, disposals and transfers of equipment during the nine-month periods ended 30 September 2009 and 2008 were as follows:

	<b>Consolidated financial statements</b>			
	2009		2008	
	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value
	<i>(in thousand Baht)</i>			
Leasehold improvements	891	602	42	-
Operating equipment	7,450	9,938	3,911	-
Furniture, fixtures and office equipment	771	98	-	76
Vehicle	606	-	-	-
<b>Total</b>	<b>9,718</b>	<b>10,638</b>	<b>3,953</b>	<b>76</b>

	<b>Separate financial statements</b>			
	2009		2008	
	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value
	<i>(in thousand Baht)</i>			
Leasehold improvements	1,274	602	42	-
Operating equipment	7,801	9,938	3,911	-
Furniture, fixtures and office equipment	798	98	-	76
Vehicle	606	-	-	-
<b>Total</b>	<b>10,479</b>	<b>10,638</b>	<b>3,953</b>	<b>76</b>

**8 Trade accounts payable**

	<i>Note</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
		30 September 2009	31 December 2008	30 September 2009	31 December 2008
		<i>(in thousand Baht)</i>			
Related parties	4	12,294	4,779	12,294	5,180
Other parties		13,894	4,135	13,894	4,049
<b>Total</b>		<b>26,188</b>	<b>8,914</b>	<b>26,188</b>	<b>9,229</b>

**Nation Broadcasting Corporation Public Company Limited and its Subsidiary**  
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**9 Share capital**

	<i>Par value per share (in Baht)</i>	2009		2008	
		Number	Amount	Number	Amount
		<i>(thousand shares / thousand Baht)</i>			
<b><i>Authorised</i></b>					
At 1 January					
ordinary shares	10	24,000	240,000	24,000	240,000
Reduction in ordinary shares	10	(12,000)	(120,000)	-	-
Effect from reduction in par value from Baht 10 to Baht 1	1	108,000	-	-	-
Increase of new shares	1	50,000	50,000	-	-
<b>At 30 September</b>					
<b>ordinary shares</b>	<b>10</b>	<b>-</b>	<b>-</b>	<b>24,000</b>	<b>240,000</b>
<b>ordinary shares</b>	<b>1</b>	<b>170,000</b>	<b>170,000</b>	<b>-</b>	<b>-</b>
<b><i>Issued and paid</i></b>					
At 1 January					
ordinary shares	10	24,000	240,000	24,000	240,000
Reduction in ordinary shares	10	(12,000)	(120,000)	-	-
Effect from reduction in par value from Baht 10 to Baht 1	1	108,000	-	-	-
<b>At 30 September</b>					
<b>ordinary shares</b>	<b>10</b>	<b>-</b>	<b>-</b>	<b>24,000</b>	<b>240,000</b>
<b>ordinary shares</b>	<b>1</b>	<b>120,000</b>	<b>120,000</b>	<b>-</b>	<b>-</b>

At the extraordinary shareholders' meetings held on 18 February 2009, the shareholders passed resolutions to approve the reduction of the authorised capital from Baht 240,000,000 to Baht 120,000,000 by reduction of number of ordinary shares to 12,000,000 shares at Baht 10 par value to decrease in the deficit. The Company registered the reduction of shares with the Ministry of Commerce on 23 March 2009.

At the extraordinary shareholders' meetings held on 21 April 2009, the shareholders passed resolutions on the significant following matters:

- Convert the Company into a public company and apply for listing on the Market for Alternative Investment.
- Change the par value of the Company's shares from Baht 10 per share to Baht 1 per share. As a result, the number of shares was changed from 12,000,000 shares at Baht 10 par value to 120,000,000 shares at Baht 1 par value. The Company registered the change in par value with the Ministry of Commerce on 4 May 2009.
- Increase in the Company's authorised share capital from Baht 120,000,000 (divided into 120,000,000 ordinary shares at Baht 1 par value) to Baht 170,000,000 (divided into 170,000,000 ordinary shares at Baht 1 par value) by issuance of 50,000,000 new ordinary shares at Baht 1 par value totalling Baht 50,000,000. The Company registered the such increase in authorised share capital with the Ministry of Commerce on 4 May 2009.
- Change the Company's name to "Nation Broadcasting Corporation Public Company Limited". The Company registered the change in the Company's name with the Ministry of Commerce on 4 May 2009.

**Nation Broadcasting Corporation Public Company Limited and its Subsidiary**  
**Notes to the interim financial statements**  
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**10 Segment information**

Segment information is presented in respect of the Group's business segments. The primary format is based on the Group's management and internal reporting structure.

Revenue and segment results, include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

***Business segments***

The Group comprised the following main business segments:

Segment 1	TV advertising media.
Segment 2	Radio advertising media.
Segment 3	New media advertising.

***Geographic segments***

Management considers that the Group operates in a single geographic area, namely in Thailand, and has, therefore, only one major geographic segment.

Revenue and results, based on business segment, in the consolidated financial statements for the three-month and nine-month periods ended 30 September 2009 and 2008 were as follows:

	<b>Three-month periods ended 30 September 2009</b>		<b>Nine-month periods ended 30 September 2009</b>	
	<b>2008</b>		<b>2008</b>	
	<i>(in thousand Baht)</i>			
<b><i>Segment revenue</i></b>				
Segment 1	92,494	89,303	248,686	235,451
Segment 2	8,873	3,674	23,896	13,873
Segment 3	26,017	5,120	73,074	12,851
Eliminations	-	(389)	(5,082)	(1,086)
<b>Total</b>	<b>127,384</b>	<b>97,708</b>	<b>340,574</b>	<b>261,089</b>
	<b>Three-month periods ended 30 September 2009</b>		<b>Nine-month periods ended 30 September 2009</b>	
	<b>2008</b>		<b>2008</b>	
	<i>(in thousand Baht)</i>			
<b><i>Segment results</i></b>				
Segment 1	23,910	17,163	34,363	26,652
Segment 2	(3,758)	548	(5,995)	3,573
Segment 3	3,703	386	17,230	862
Eliminations	-	(100)	(4,688)	(45)
<b>Total</b>	<b>23,855</b>	<b>17,997</b>	<b>40,910</b>	<b>31,042</b>

**Nation Broadcasting Corporation Public Company Limited and its Subsidiary**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2009 (Unaudited)**

**11 Earnings per share**

*Basic earnings per share*

The calculations of basic earnings per share for the three-month and nine-month periods ended 30 September 2009 and 2008 was based on the profit for the period attributable to equity holders of the Company and the weighted average number of ordinary shares outstanding during the periods. Basic earnings per share for the three-month and nine-month periods ended 30 September 2008 was determined based on number of ordinary shares adjusted for the change in the number of ordinary shares as if the share split of 120,000,000 shares had occurred at the beginning of the earliest period presented. The calculations are as follows:

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2009	2008	2009	2008
	<i>(thousand shares / thousand Baht)</i>			
<i>Three-month periods ended 30 September</i>				
<b>Profit attributable to equity holders of the Company (basic)</b>	<b>23,855</b>	<b>17,997</b>	<b>23,855</b>	<b>18,022</b>
Number of ordinary shares outstanding as at 1 January	24,000	24,000	24,000	24,000
Effect of ordinary shares reduction	(12,000)	(12,000)	(12,000)	(12,000)
Effect of par value reduction	108,000	108,000	108,000	108,000
<b>Weighted average number of ordinary shares outstanding (basic)</b>	<b>120,000</b>	<b>120,000</b>	<b>120,000</b>	<b>120,000</b>
<b>Earnings per share (basic) (in Baht)</b>	<b>0.20</b>	<b>0.15</b>	<b>0.20</b>	<b>0.15</b>
	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2009	2008	2009	2008
	<i>(thousand shares / thousand Baht)</i>			
<i>Nine-month periods ended 30 September</i>				
<b>Profit attributable to equity holders of the Company (basic)</b>	<b>40,909</b>	<b>31,042</b>	<b>42,629</b>	<b>31,174</b>
Number of ordinary shares outstanding as at 1 January	24,000	24,000	24,000	24,000
Effect of ordinary shares reduction	(12,000)	(12,000)	(12,000)	(12,000)
Effect of par value reduction	108,000	108,000	108,000	108,000
<b>Weighted average number of ordinary shares outstanding (basic)</b>	<b>120,000</b>	<b>120,000</b>	<b>120,000</b>	<b>120,000</b>
<b>Earnings per share (basic) (in Baht)</b>	<b>0.34</b>	<b>0.26</b>	<b>0.36</b>	<b>0.26</b>

**Nation Broadcasting Corporation Public Company Limited and its Subsidiary**  
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**12 Commitments with non-related parties**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>	<b>financial statements</b>	<b>financial statements</b>	<b>financial statements</b>
	2009	2008	2009	2008
	<i>(in thousand Baht)</i>			
<b>Commitments</b>				
Within one year	10,679	4,863	10,679	4,863
After one year but within five years	13,903	8,413	13,903	8,413
<b>Total</b>	<b>24,582</b>	<b>13,276</b>	<b>24,582</b>	<b>13,276</b>

- a) The Company has entered into operating lease agreement with a local company for the period of 2 years, commencing from 30 April 2009 to 29 April 2011. The Company has an option to renew for a further period of one year under the same condition.
- b) The Company has entered into news supply agreement with a foreign company for a period of 4 years, commencing 1 June 2006 to 31 May 2011 with an option to renew agreement.

**13 Event after the balance sheet date**

On 1 October 2009, the Company has entered into service agreement covering television broadcasting satellite service with a local company for the period of 10 years commencing from 1 November 2009 to 31 October 2019 with service charge of U.S. Dollars 4.4 million.

**14 Reclassification of accounts**

Certain expense accounts in the statement of income for the three-month and nine-month periods ended 30 September 2008 have been reclassified to conform with the expenses presentation in the 2009 interim financial statements in the Pronouncement of the Department of Business Development "Determination of items in the financial statements" B.E. 2552 dated 30 January 2009.