

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

Interim financial statements
and
Review Report of Certified Public Accountant

For the three-month period ended
31 March 2010

Review Report of Certified Public Accountant

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

I have reviewed the accompanying balance sheet as at 31 March 2010 ,and the consolidated statements of income for the three-month period ended 31 March 2009 and the related statements of separate statements of income for the three-month periods ended 31 March 2010 and 2009, consolidated changes in equity and cash flows for the three-month period ended 31 March 2009 and separate changes in equity and cash flows for the three-month periods ended 31 March 2010 and 2009, of Nation Broadcasting Corporation Public Company Limited and its subsidiary, and of Nation Broadcasting Corporation Public Company Limited. 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 2009 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 23 February 2010. I have not performed any auditing procedures since that date. The balance sheet as at 31 December 2009, which is included in the accompanying financial statements for comparative purposes, is a component of those financial statements.

(Vichien Thamtrakul)
Certified Public Accountant
Registration No. 3183

KPMG Phoomchai Audit Ltd.
Bangkok
7 May 2010

Nation Broadcasting Corporation Public Company Limited and its Subsidiary

Balance sheets

As at 31 March 2010 and 31 December 2009

Assets		31 March 2010 (Unaudited)	31 December 2009
	<i>Note</i>		
		<i>(in thousand Baht)</i>	
<i>Current assets</i>			
Cash and cash equivalents		40,723	22,883
Current investments	5	162,000	147,000
Trade accounts receivable	6	90,490	117,162
Accrued income		34,917	23,028
Other receivables from related parties	4	1,504	2,770
Inventories		4,700	1,863
Other current assets		9,485	7,904
Total current assets		343,819	322,610
<i>Non-current assets</i>			
Equipment	7	29,853	28,510
Intangible assets		360	376
Withholding tax deducted at source		22,477	22,477
Other non-current assets		5,151	4,005
Total non-current assets		57,841	55,368
Total assets		401,660	377,978

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

Nation Broadcasting Corporation Public Company Limited and its Subsidiary

Balance sheets

As at 31 March 2010 and 31 December 2009

Liabilities and equity	<i>Note</i>	31 March 2010 (Unaudited)	31 December 2009
<i>(in thousand Baht)</i>			
Current liabilities			
Bank overdrafts		-	817
Trade accounts payable	8	28,885	22,737
Other payables to related parties	4	9,370	9,560
Accrued expenses		25,923	31,374
Other current liabilities		16,454	15,804
Total liabilities		80,632	80,292
Equity			
Share capital	9		
Authorised share capital		170,000	170,000
Issued and paid-up share capital		170,000	170,000
Share premium		90,940	90,940
Retained earnings			
Appropriated			
Legal reserves		3,600	3,600
Unappropriated		56,488	33,146
Total equity		321,028	297,686
Total liabilities and equity		401,660	377,978

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 31 March 2010 and 2009 (Unaudited)

	Consolidated		Separate	
		financial statements	financial statements	
	Note	2009	2010	2009
		(in thousand Baht)		
Revenues	4			
Revenue from sale of goods and rendering of services		97,555	123,295	97,555
Dividend income		-	-	1,800
Other income		175	871	175
Total revenues	10	<u>97,730</u>	<u>124,166</u>	<u>99,530</u>
Expenses	4			
Cost of sale of goods and rendering of services		77,971	76,439	78,052
Selling expenses		5,249	10,567	5,249
Administrative expenses		8,084	6,753	8,054
Management benefit expenses		1,800	3,952	1,800
Total expenses		<u>93,104</u>	<u>97,711</u>	<u>93,155</u>
Profit before finance costs and income tax expense		4,626	26,455	6,375
Finance costs		(514)	-	(514)
Profit before income tax expense		4,112	26,455	5,861
Income tax expense		-	(3,113)	-
Profit for the period	10	<u>4,112</u>	<u>23,342</u>	<u>5,861</u>
Attributable to:				
Equity holders of the Company		4,111	23,342	5,861
Minority interests		1	-	-
Profit for the period		<u>4,112</u>	<u>23,342</u>	<u>5,861</u>
Basic earnings per share (Baht)	11	<u>0.18</u>	<u>0.14</u>	<u>0.26</u>

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 three-month period ended 31 March 2009 (Unaudited)

		Consolidated financial statements				
		Issued and	Total equity			
		paid-up	attributable to			
		share capital	equity holders	Minority	Total	
		Deficit	of the Company	interests	equity	
		<i>(in thousand Baht)</i>				
Balance at 1 January 2009		240,000	(126,350)	113,650	12	113,662
Profit for the period		-	4,111	4,111	1	4,112
Reduction of ordinary shares	9	(120,000)	120,000	-	-	-
Balance at 31 March 2009		120,000	(2,239)	117,761	13	117,774

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 three-month periods ended 31 March 2010 and 2009 (Unaudited)

	Note	Separate financial statements				Total equity attributable to equity holders of the Company
		Issued and paid-up share capital	Share premium	<u>Retain earning (deficit)</u>		
				Legal reserve	Unappropriated	
<i>(in thousand Baht)</i>						
Balance at 1 January 2009		240,000	-	-	(128,581)	111,419
Profit for the period		-	-	-	5,861	5,861
Reduction of ordinary shares	9	(120,000)	-	-	120,000	-
Balance at 31 March 2009		120,000	-	-	(2,720)	117,280
Balance at 1 January 2010		170,000	90,940	3,600	33,146	297,686
Profit for the period		-	-	-	23,342	23,342
Balance at 31 March 2010		170,000	90,940	3,600	56,488	321,028

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 three-month periods ended 31 March 2010 and 2009 (Unaudited)

	Consolidated financial statements	Separate financial statements	
	2009	2010	2009
	<i>(in thousand Baht)</i>		
<i>Cash flows from operating activities</i>			
Profit for the period	4,112	23,342	5,861
<i>Adjustments for</i>			
Depreciation and amortisation	6,516	5,239	6,201
Interest income	(148)	(783)	(148)
Finance costs	514	-	514
Bad debt and doubtful debts expense	763	950	763
Loss on obsolete stocks	1,087	-	1,087
Income tax expense	-	3,113	-
	12,844	31,861	14,278
<i>Changes in operating assets and liabilities</i>			
Trade accounts receivable	24,562	25,000	24,489
Accrued income	(15,995)	(11,166)	(15,995)
Accrued dividend income	-	-	(1,800)
Other receivables from related parties	2,175	1,266	2,138
Inventories	(1,710)	(2,837)	(1,710)
Other current assets	507	(1,581)	639
Withholding tax deducted at source	(2,081)	(2,886)	(2,251)
Other non-current assets	(1,745)	(1,146)	(1,799)
Trade accounts payable	(2,249)	6,147	(2,564)
Other payables to related parties	3,119	(190)	3,327
Accrued expenses	(34)	(5,452)	36
Other current liabilities	6,205	424	6,860
Net cash provided by operating activities	25,598	39,440	25,648
<i>Cash flows from investing activities</i>			
Interest received	148	783	148
Current investments	-	(15,000)	-
Proceed from short-term loans to related party	5,000	85,000	5,000
Short-term loans from related party	-	(85,000)	-
Purchase of equipment	(2,692)	(6,566)	(8,220)
Net cash provided by (used in) investing activities	2,456	-20,783	-3,072
The accompanying notes are an integral part of these financial statements.			

Nation Broadcasting Corporation Public Company Limited and its Subsidiary

Statements of cash flow

For the three-month periods ended 31 March 2010 and 2009 (Unaudited)

	Consolidated	Separate	
	financial statements	financial statements	
	2009	2010	2009
	<i>(in thousand Baht)</i>		
<i>Cash flows from financing activities</i>			
Bank overdrafts	(1,754)	(817)	(1,754)
Interest paid	<u>(514)</u>	<u>-</u>	<u>(514)</u>
Cash used in financing activities	<u>(2,268)</u>	<u>(817)</u>	<u>(2,268)</u>
Net increase in cash and cash equivalents	25,786	17,840	20,308
Cash and cash equivalents at			
beginning of period	<u>14,745</u>	<u>22,883</u>	<u>10,424</u>
Cash and cash equivalents			
at end of period	<u><u>40,531</u></u>	<u><u>40,723</u></u>	<u><u>30,732</u></u>

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 period ended 31 March 2010 (Unaudited)

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Nation Broadcasting Corporation Public Company Limited and its Subsidiary
Notes to the interim financial statements
For the three-month period ended 31 March 2010 (Unaudited)

These notes form an integral part of the financial statements.

The interim financial statements were authorised for issue by Board of Directors on 7 May 2010.

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, 12th and 13th floor, Bangna-Trad Road, Kwang Bangna, Khet Bangna, Bangkok, Thailand.

The Company was listed on the Stock Exchange of Thailand in November 2009.

The immediate parent company during the financial period was Nation Multimedia Group Public Company Limited (62.83% 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 media, radio media and new media forms.

2 Basis for preparation of the 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* 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.

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2009. 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 2009.

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

Accounting policies and methods of computation applied in the interim financial statements for the three-month period ended 31 March 2010 are consistent with those applied in the financial statements for the year ended 31 December 2009.

In December 2009, the subsidiary (“Nation Radio Network Co., Ltd.”) was liquidated and returned its capital to the Company. Therefore, the Company has not prepared consolidated financial statements for the three-month period ended 31 March 2010 and consolidated balance sheet as at 31 December 2009.

Nation Broadcasting Corporation Public Company Limited and its Subsidiary
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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 transferred from the subsidiary was approximately 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)
Net assets and liabilities	7,979
Other expenses	20
Total net transfer	7,999
Premium on business transfer	(4,767)
Net assets and liabilities	3,232

Subsequently, the subsidiary was liquidated and returned its capital to Company in December 2009.

4 Related party transactions and balances

Related parties are those parties linked to 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 Company were as follows:

Name of entities	Country of incorporation/ Nationality	Nature of relationships
Nation Multimedia Group Public Company Limited	Thailand	Parent, 62.83% shareholding, some common directors
Nation International Edutainment Public Company Limited	Thailand	99.99% shareholding by Parent, some common directors
WPS (Thailand) Co., Ltd.	Thailand	84.50% shareholding by Parent, some common directors
NML Co., Ltd.	Thailand	99.99% shareholding by Parent, some common directors
Nation News Network Co., Ltd.	Thailand	99.99% shareholding by Parent, some common directors

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Name of entities	Country of incorporation/ Nationality	Nature of relationships
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
Kyodo Nation Printing Services Co., Ltd.	Thailand	Related party, 48.99% shareholding, by WPS (Thailand) Co., Ltd., 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.

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

Transactions	Pricing policies
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 period ended 31 March 2010 (Unaudited)

Significant transactions for the three-month periods ended 31 March 2010 and 2009 with related parties were as follows:

	Consolidated financial statements	Separate financial statements	
	2009	2010	2009
	<i>(in thousand Baht)</i>		
Parent			
Revenue from rendering of services	2,576	3,639	2,576
Interest income	121	474	121
Cost of services and expenses	8,350	13,553	8,350
Subsidiary			
Cost of services and expenses	-	-	375
Related parties			
Revenue from rendering of services	103	562	103
Cost of services and expenses	69	1,548	69

Balances as at 31 March 2010 and 31 December 2009 with related parties were as follows:

Trade accounts receivable - related parties

	31 March 2010	31 December 2009
	<i>(in thousand Baht)</i>	
Parent		
Nation Multimedia Group Public Company Limited	9,213	10,810
Related parties		
Nation Egmont Edutainment Co., Ltd.	12	20
Nation International Edutainment Public Company Limited	230	35
Nation News Network Co., Ltd.	938	706
Others	-	5
Total	<u>10,393</u>	<u>11,576</u>

Nation Broadcasting Corporation Public Company Limited and its Subsidiary
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Other receivables - related parties

	31 March 2010	31 December 2009
	<i>(in thousand Baht)</i>	
Parent		
Nation Multimedia Group Public Company Limited	1,313	2,386
Related parties		
Thai Portal Co., Ltd.	447	447
Nation International Edutainment Public Company Limited	3	146
Nation News Network Co., Ltd.	138	30
Others	50	208
	<u>1,951</u>	<u>3,217</u>
<i>Less allowance for doubtful accounts</i>	<u>(447)</u>	<u>(447)</u>
Total	<u>1,504</u>	<u>2,770</u>

Short-term loans to related party

	Interest rate		31 March	31 December
	2010	2009	2010	2009
	<i>(% per annum)</i>		<i>(in thousand Baht)</i>	
Parent				
Nation Multimedia Group Public Company Limited	5.86	7.00	<u>-</u>	<u>-</u>

Movements during the three-month periods ended 31 March 2010 and 2009 of short-term loans to related party were as follows:

Short-term loans to related party

	2010	2009
	<i>(in thousand Baht)</i>	
Parent		
At 1 January	-	5,000
Increase	85,000	15,000
Decrease	<u>(85,000)</u>	<u>(20,000)</u>
At 31 March	<u>-</u>	<u>-</u>

Nation Broadcasting Corporation Public Company Limited and its Subsidiary
Notes to the interim financial statements
For the three-month period ended 31 March 2010 (Unaudited)

Trade accounts payable - related parties

	31 March 2010	31 December 2009
	<i>(in thousand Baht)</i>	
Parent		
Nation Multimedia Group Public Company Limited	11,826	4,219
Related parties		
Kyodo Nation Printing Services Co., Ltd.	-	1,041
Nation News Network Co., Ltd.	1,938	540
Total	<u>13,764</u>	<u>5,800</u>

Other payables to related parties

	31 March 2010	31 December 2009
	<i>(in thousand Baht)</i>	
Parent		
Nation Multimedia Group Public Company Limited	9,217	9,228
Related parties		
Nation International Edutainment Public Company Limited	108	238
Nation Egmont Edutainment Co., Ltd.	40	-
NML Co., Ltd.	5	94
Total	<u>9,370</u>	<u>9,560</u>

5 Current investments

	31 March 2010	31 December 2009
	<i>(in thousand Baht)</i>	
Short-term investments at financial institutions	<u>162,000</u>	<u>147,000</u>

Nation Broadcasting Corporation Public Company Limited and its Subsidiary
Notes to the interim financial statements
For the three-month period ended 31 March 2010 (Unaudited)

6 Trade accounts receivable

	<i>Note</i>	31 March 2010	31 December 2009
		<i>(in thousand Baht)</i>	
Related parties	4	10,393	11,576
Other parties		86,409	110,633
		96,802	122,209
<i>Less</i> allowance for doubtful accounts		(6,312)	(5,047)
Total		90,490	117,162

	2010	2009
	<i>(in thousand Baht)</i>	
Bad and doubtful debts expenses for the: - three-month periods ended 31 March	950	763

Aging analyses for trade accounts receivable were as follows:

	31 March 2010	31 December 2009
	<i>(in thousand Baht)</i>	
Related parties		
Within credit terms	7,985	11,521
Overdue:		
Less than 6 months	2,380	55
6-12 months	28	-
	10,393	11,576
<i>Less</i> allowance for doubtful accounts	-	-
Net	10,393	11,576
Other parties		
Within credit terms	71,040	86,008
Overdue:		
Less than 6 months	10,515	19,437
6-12 months	641	498
Over 12 months	4,213	4,690
	86,409	110,633
<i>Less</i> allowance for doubtful accounts	(6,312)	(5,047)
Net	80,097	105,586
Total	90,490	117,162

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

Nation Broadcasting Corporation Public Company Limited and its Subsidiary
Notes to the interim financial statements
For the three-month period ended 31 March 2010 (Unaudited)

7 Equipment

Acquisitions disposals and transfers of equipment during the three-month periods ended 31 March 2010 and 2009 were as follow:

	Consolidated financial statements	
	2009	
	Acquisitions and transfer in - cost	Disposal and transfer out -net book value
	<i>(in thousand Baht)</i>	
Operating equipment	2,692	-

	Separate financial statements			
	2010		2009	
	Acquisitions and transfers in - cost	Disposal and transfer out -net book value	Acquisitions and transfers in - cost	Disposal and transfer out -net book value
	<i>(in thousand Baht)</i>			
Leased assets improvements	349	-	173	-
Operating equipment	3,494	-	5,928	-
Furniture, fixtures and office equipment	106	-	2,119	-
Assets under installation	2,617	-	-	-
Total	6,566	-	8,220	-

8 Trade accounts payable

	<i>Note</i>	31 March 2010	31 December 2009
		<i>(in thousand Baht)</i>	
Related parties	4	13,764	5,800
Other parties		15,121	16,937
Total		28,885	22,737

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

	<i>Par value per share (in Baht)</i>	2010 Number	2010 Baht <i>(thousand shares / thousand Baht)</i>	2009 Number	2009 Baht
Authorised					
At 1 January					
- ordinary shares	10	-	-	24,000	240,000
- ordinary shares	1	170,000	170,000	-	-
Reduction in ordinary shares	10	-	-	(12,000)	(120,000)
At 31 March					
- ordinary shares	10	-	-	12,000	120,000
- ordinary shares	1	170,000	170,000	-	-
Issued and paid-up					
At 1 January					
- ordinary shares	10	-	-	24,000	240,000
- ordinary shares	1	170,000	170,000	-	-
Reduction in ordinary shares	10	-	-	(12,000)	(120,000)
At 31 March					
- ordinary shares	10	-	-	12,000	120,000
- ordinary shares	1	170,000	170,000	-	-

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:

- 1) Convert the Company into a public company and apply for listing on the Market for Alternative Investment.
- 2) 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.
- 3) Increase in the Company's authorized 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 increase in authorized share capital with the Ministry of Commerce on 4 May 2009.
- 4) 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
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5) Approve the allocation of the increase in ordinary share as follows;

- 5.1 allocate the increase in ordinary share, not exceeding 20,000,000 shares to the Parent Company's shareholders in proportionate to their shareholding percentage.
- 5.2 allocate the increase in ordinary share in 5.1, not exceeding 42,129 shares to the directors and the management.
- 5.3 allocate the increase in ordinary share of 30,000,000 shares and issue remaining shares from 5.1 and 5.2 to the Initial Public Offering.

10 Segment information

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

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 segments for the three-month periods ended 31 March 2010 and 2009 were as follow:

	Separate financial statements 2010	Consolidated financial statements 2009
	<i>(in thousand Baht)</i>	
<i>Segment revenue</i>		
Segment 1	89,837	76,596
Segment 2	5,514	9,576
Segment 3	28,815	18,520
Eliminations	-	(6,962)
Total	124,166	97,730
<i>Segment results</i>		
Segment 1	13,752	4,117
Segment 2	(3,639)	1,561
Segment 3	13,229	5,022
Eliminations	-	(6,588)
Total	23,342	4,112

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11 Earnings per share

The calculations of basic earnings per share for the three-month periods ended 31 March 2010 and 2009 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 as follows:

<i>Three-month periods ended 31 March</i>	Consolidated		Separate	
	financial statements		financial statements	
	2009	2010	2009	
	<i>(thousand shares / thousand Baht)</i>			
Profit attributable to equity holders of the Company (basic)	4,111	23,342	5,861	
Number of ordinary shares outstanding at 1 January	24,000	170,000	24,000	
Effect of reduction in ordinary shares	(1,200)	-	(1,200)	
Weighted average number of ordinary shares outstanding (basic)	22,800	170,000	22,800	
Earnings per share (basic) (in Baht)	0.18	0.14	0.26	

12 Commitments with non-related parties

	31 March 2010	31 December 2009
	<i>(in thousand Baht)</i>	
Commitments		
Within one year	31,394	26,495
After one year but within five years	86,559	84,991
After five years	92,273	56,802
Total	210,226	168,288

- 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.
- c) The Company has entered into service agreements covering television broadcasting satellite service with a local company. The details are as follows:

<u>Contract date</u>	<u>Contract period</u>	<u>Periods</u>	<u>Total fee</u>
1 October 2009	1 November 2009 to 31 October 2019	10 years	USD 4.3 million
4 February 2010	15 February 2010 to 31 March 2020	10 years	USD 1.6 million

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13 Events after the reporting period

At the annual general shareholders' meeting No. 1/2010 held on 26 April 2010, the shareholders passed resolutions on the following significant matters:

- 1) Approve the appropriation of dividend of Baht 0.18 per share, amounting to Baht 30.6 million. The dividend payment will be paid on 21 May 2010.
- 2) Increase in the Company's authorised share capital to reserve for the exercisable warrants – ESOP from Baht 170,000,000 (divided into 170,000,000 ordinary shares at Baht 1 par value) to Baht 178,500,000 (divided into 178,500,000 ordinary shares at Baht 1 par value) by issuance of 8,500,000 new ordinary shares at Baht 1 par value totalling Baht 8,500,000.
- 3) Approve the issuance 8,500,000 units of warrants under the Employee Stock Option Program (ESOP) to sell to the Company's directors, management and/or employees. The details are as follows:

Description	Details
Type of Warrants	No value
Terms of warrants	3 years from the issuance date of warrant
Propose to sell to	The Company's directors, management and/or employees
Issue and sell quantities	8,500,000 units
Exercise ratio	1 warrant to 1 ordinary share
Exercise price	Baht 3.33 per share
Exercise period and proportion	Twice a year on 15 May and 15 November in each year, to exercise not more than 30% in the first year, not more than 30% in the second year and not more than 40% in the third year.

- 4) Approve the allotment of the increase capital to reserve for the exercisable of Warrants-ESOP to the Company's directors, management and/or employees.

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14 Reclassification of accounts

Certain accounts in the balance sheet as at 31 December 2009 and the statement of income for the three-month period ended 31 March 2009 have been reclassified to conform to the presentation in the 2010 interim financial statements as follows:

	Consolidated financial statements			2009 Separate financial statements		
	Before reclass.	Reclass.	After reclass.	Before reclass.	Reclass.	After reclass.
	<i>(in thousand Baht)</i>					
<i>Balance sheet as at 31 December 2009</i>						
Accrued expenses	-	-	-	-	31,374	31,374
Other current liabilities	-	-	-	47,178	(31,374)	15,804
<i>Statement of income for the three-month period ended 31 March</i>						
Revenue from sale of goods and rendering of services	84,007	13,548	97,555	84,007	13,548	97,555
Cost of sale of goods and rendering of services	64,423	13,548	77,971	64,504	13,548	78,052