

Significant events in the first quarter of the year 2017

Bangkok Expressway and Metro Public Company Limited entered into the MRT Blue Line Concession Agreement with the Mass Rapid Transit Authority of Thailand (the “MRTA”) on March 31, 2017 for the concession period of 33 years.

The MRT Blue Line Project consisted of the Project - Chaloem Ratchamongkhon (Hua Lamphong Station - Bang Sue Station) which currently operated and the MRT Blue Line Extension Project (Hua Lamphong Station - Lak Song Station and Bang Sue Station - Tha Phra Station) which will operate Through Operation system of the whole MRT Blue Line Project.

The MRT Blue Line Extension Project, which has a total distance of 27 kilometers and 20 stations, connects with the MRT Chaloem Ratchamongkhon at Bang Sue Station and Hua Lamphong Station. The completed and operated date is within 36 months from the date the MRTA gives the Company written Notice to Proceed as follows:

Section 1 Hua Lamphong Station - Lak Song Station: within 30 months or within September 2019. With total distance of 14 kilometers, the underground route starts from Hua Lamphong Station and runs for 5 kilometers with 4 stations along Rama IV Road to Charoen Krung Road, passing Wat Mangkon Kamalawat and Wang Burapa. The route then enters Sanam Chai Road, goes crossing under the Chao Phraya River at Pak Khlong Talat, and goes along Issarapab Road. Then, the line changes to elevated structure and head to Tha Phra intersection, which intersects with the MRT Blue Line Extension Project Bang Sue Station - Tha Phra Station Section, runs along Phetkasem Road, passing Bang Pai, Bang Wa, Phasi Charoen, and Bang Kae, and ends at Kanchanapisek Road, totaling 9 kilometers of elevated structure with 7 stations.

Section 2 Bang Sue Station - Tha Pra Station: within 36 months or within March 2020. With total distance of 13 kilometers, the elevated structure line has 9 stations, starts from Bang Sue Station, enters Tao Poon intersection, which intersects with the MRT Purple Line Project. The route then enters into Pracharat Sai 2 Road, passing Bang Pho intersection, crosses the Chao Phraya River, goes along Charansanitwong Road, passing Bang Phlat intersection, Borommaratchonnani intersection, and Fai Chai intersection, and ends at Tha Phra intersection, which intersects with the MRT Blue Line Extension Project Hua Lamphong Station - Lak Song Station Section.

For the convenience of the passengers’ transition between the MRT Purple Line Project and the MRT Blue Line Extension Project Bang Sue Station - Tao Poon Station Section, the operation will be operated within August 2017.

Overview Operational Results

In the first quarter of the year 2017, the Company had total revenue of Baht 3,770 Million, representing an increase from the same quarter of the previous year by Baht 711 Million or 23.2 percent. The revenue has increased from 2 main business; revenue from Expressway business increased by Baht 176 Million or 7.7 percent mainly from toll revenue of the Si Rat-Outer Ring Road Expressway (SOE) which operated in August 2016. In addition, revenue from Rail business increased by Baht 512 Million or 83.3 percent, resulted from the revenue of O&M service of the MRT Purple Line which operated in August 2016 together with the fare box revenue of the MRT Blue Line Project which increased from the previous year by 8 percent. Cost of service increased in relevant to the opening of the projects. Moreover, financial cost increased mainly from the interest cost from construction loans, which were recorded as interest expenses in the income statement after the opening of the SOE project but were recorded as cost of construction in the first quarter of the previous year according to accounting standard, thereby in the first quarter of the year 2017 the Company had the net profit attributable to equity holders of the Company in the amount of Baht 702 Million or Baht 0.05 per share which equal to the net profit of the same quarter of the previous year.

Segmental performance

1. Expressway business

The Company had revenue from Expressway business of Baht 2,454 Million, representing an increase from the same quarter of the previous year by Baht 176 Million or 7.7 percent. Mainly of the increased toll revenue was from the SOE which operated in August 2016 amounted to Baht 193 Million and had average traffic volume in this quarter at 45,700 trips/day. For the First Stage Expressway (FES) and the Second Stage Expressway (SES), toll revenue slightly decreased from the previous year according to the impact of the projects' construction and temporarily closed of the Thai-Belgian flyover bridge on Rama IV road. For the Bang Pa-in - Pak Kret Expressway, toll revenue increased from the same quarter of the previous year by Baht 10 Million or 3.1 percent due to the expansion of suburban area which lead to the gradually increased traffic volume into the system. The traffic volume increased on the average of 3,000 trips/day or 4.1 percent.

Cost of service for operation of Expressway business consisted of costs of toll, amortization of rights to operate completed expressway sectors and compensation for site acquisition cost, for the first quarter of the year 2017, amounted to Baht 1,289 Million, representing an increase from the same quarter of the previous year by Baht 108 Million or 9.1 percent. This was mainly from the operation of the SOE.

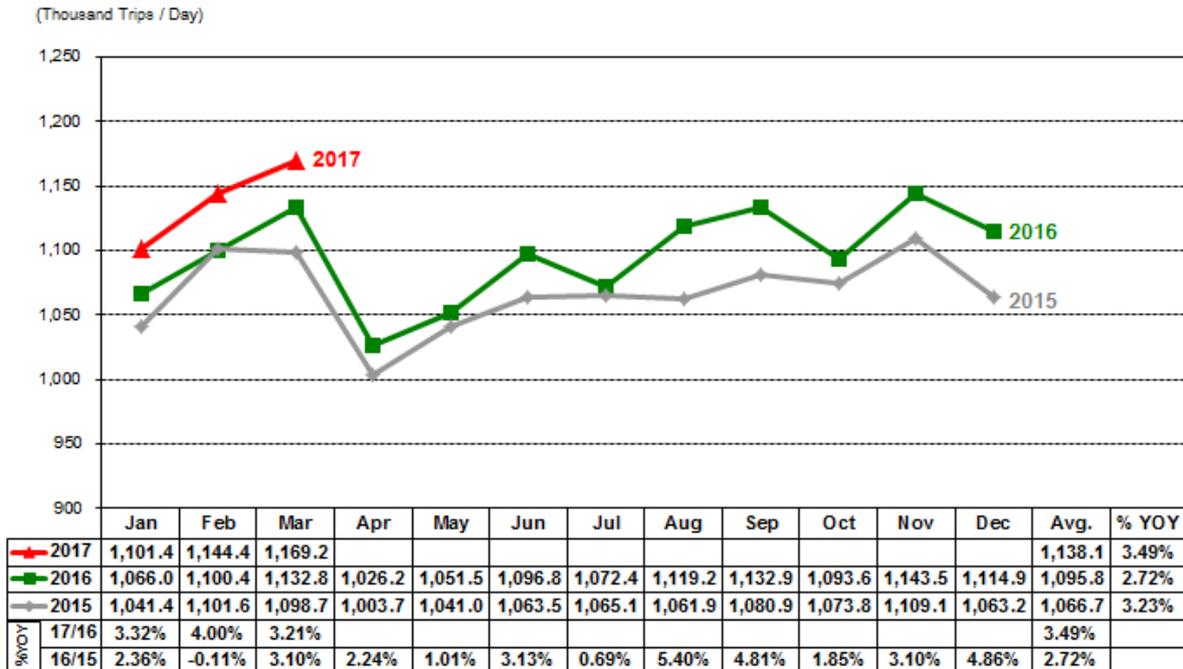
2. Rail business

The Company had revenue from Rail business of Baht 1,127 Million, representing an increase from the same quarter of the previous year by Baht 512 Million or 83.3 percent mainly from the service revenue from the MRT Purple Line (O&M contract) which operated in August 2016. Fare box revenue of the MRT Blue Line increased from the same quarter of the previous year by Baht 44 Million or 8 percent which aligned with the rising of the average ridership at 21,800 trips/day.

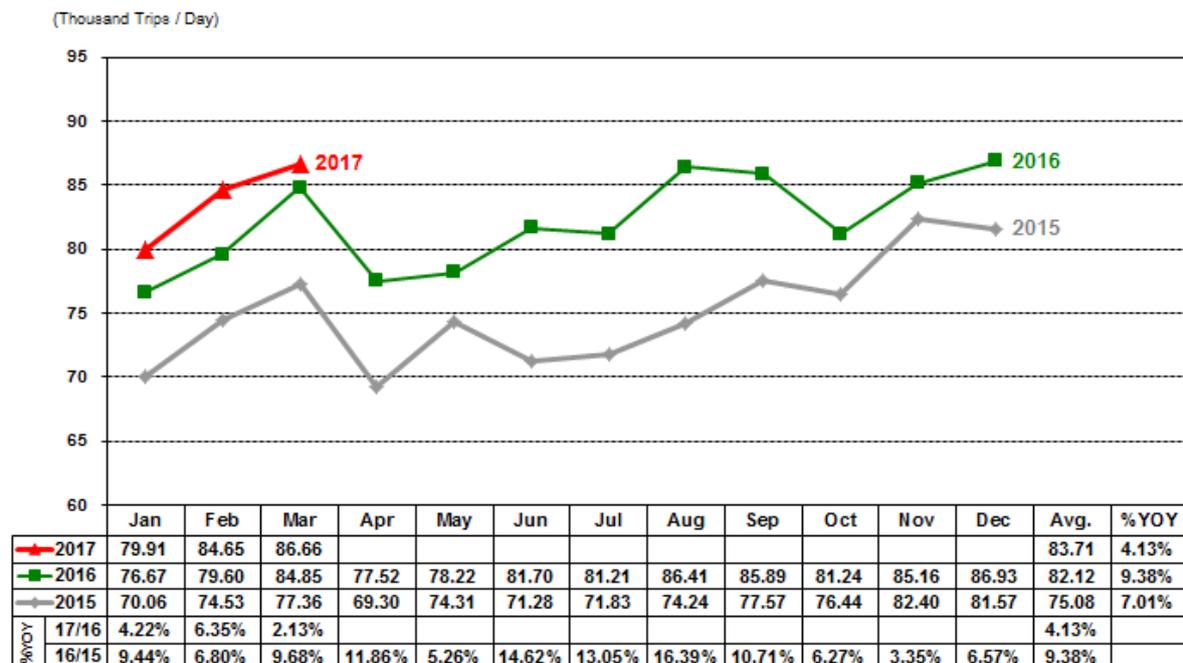
Cost of Rail business consisted of costs of fare box, cost for supplying O&M services, amortization of intangible asset under the MRT Blue Line Project-operation and remuneration to the grantor which for the first quarter of the year 2017, amounted to Baht 967 Million, representing an increase from the same quarter of the previous year by Baht 396 Million or 69.4 percent. This is caused by the increase in ridership and the initial cost of O&M services by the MRT Purple Line which is in line with revenue growth.

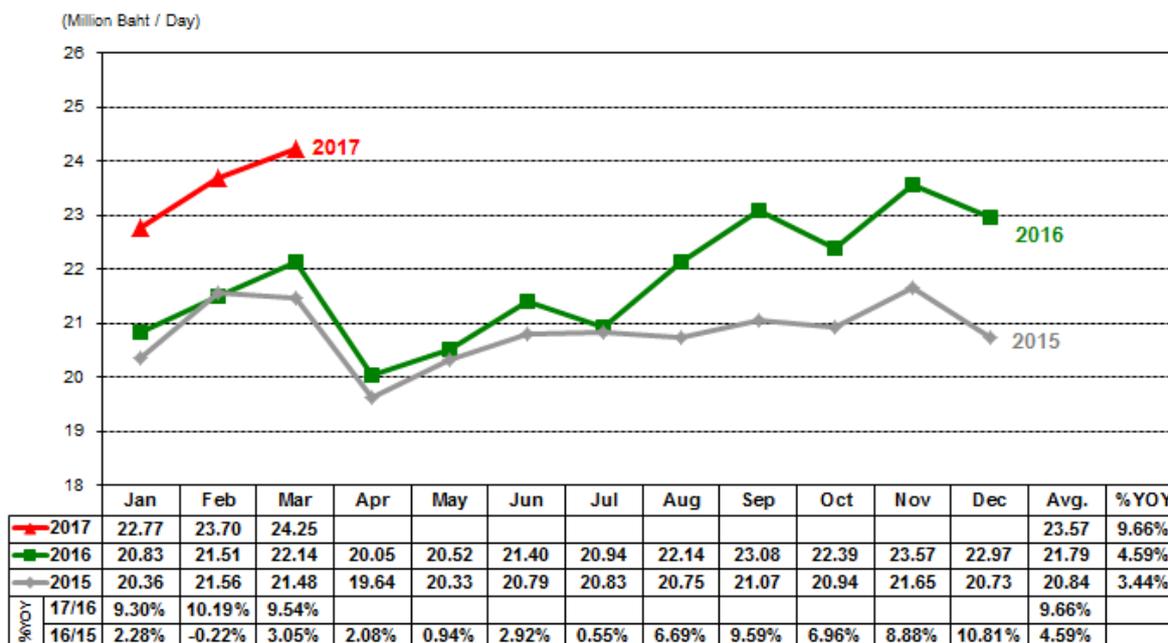
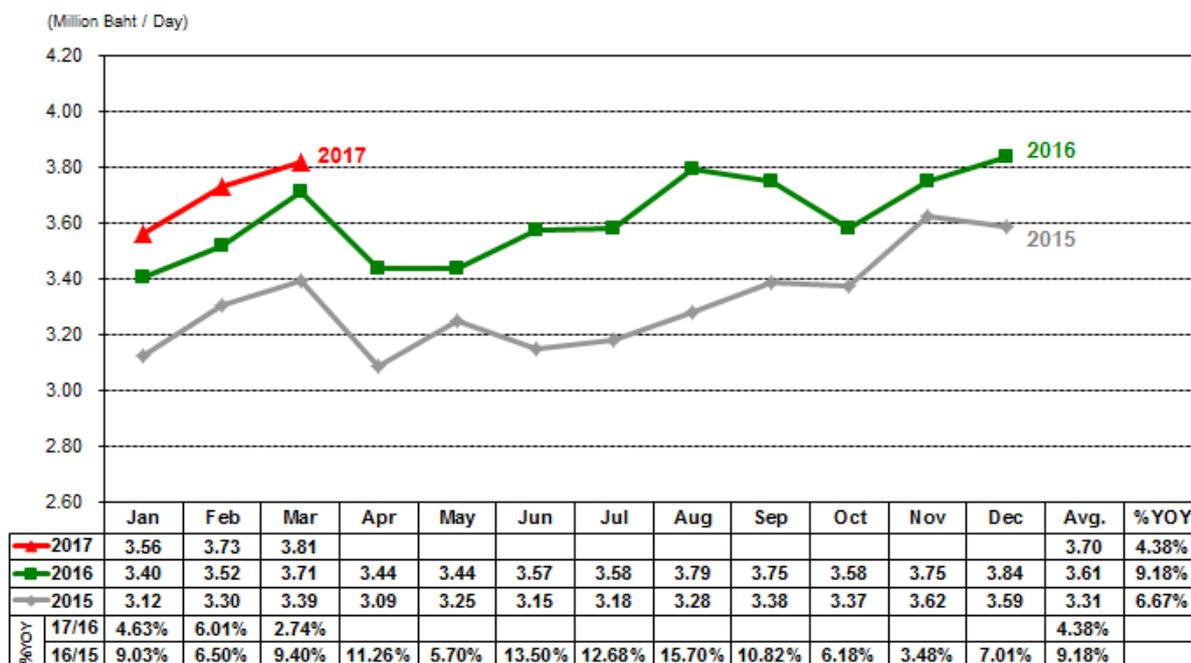
3. Commercial Development Business

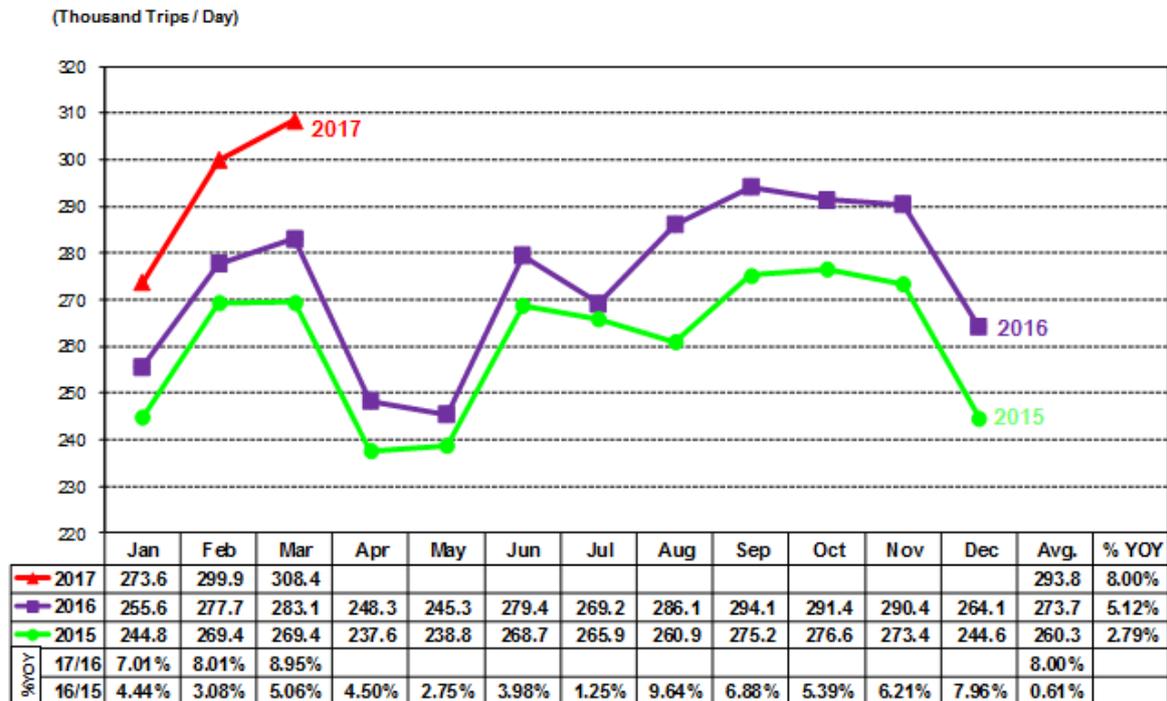
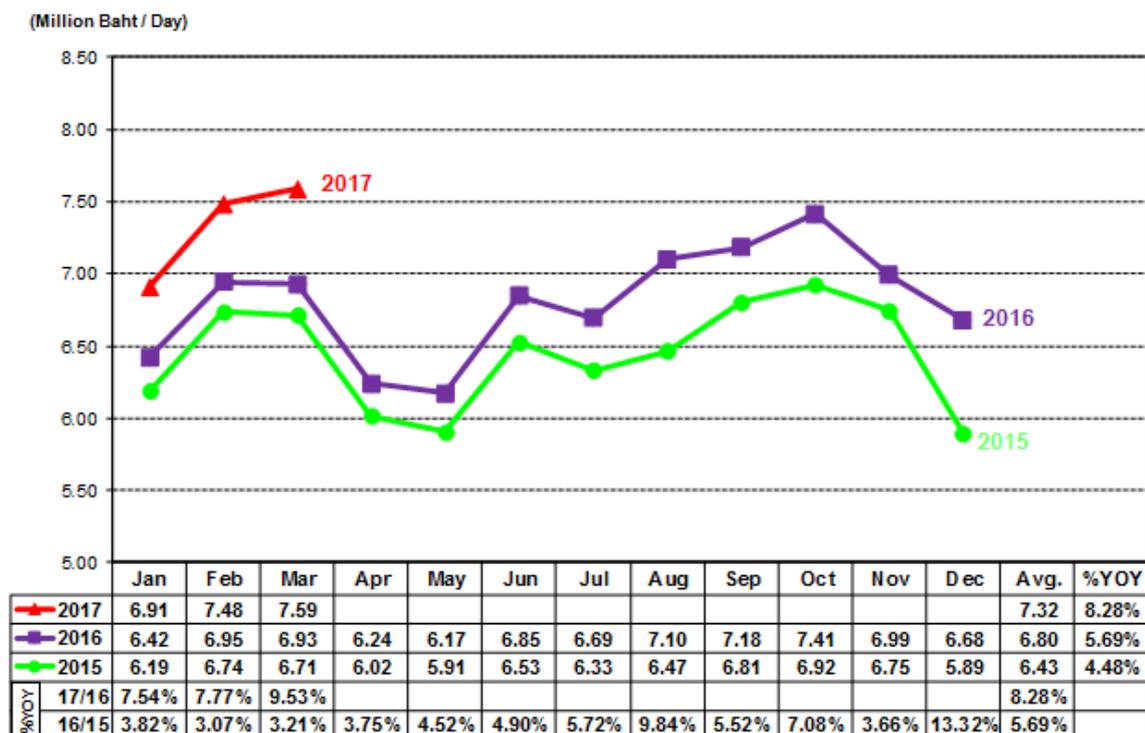
In the first quarter of the year 2017, total commercial development revenue was Baht 151 Million, representing an increase from the same quarter of the previous year by Baht 19 Million or 14.4 percent, which was mainly from the commercial development revenue related to rail business. Cost of commercial development business increased in accordance with the increased revenue.

**Average Daily Traffic Volume for the First Stage Expressway, the Second Stage Expressway
and the Si Rat-Outer Ring Road Expressway**


หมายเหตุ : ทางด่วนสายสีเขียว - รวมทางด่วนบางกอก-พญาไทและ สายสีฟ้า/สายสีชมพูวันที่ 22 สิงหาคม 2559

Average Daily Traffic Volume for the Bang Pa-in - Pak Kret Expressway


**Average Daily Toll Revenue for the First Stage Expressway, the Second Stage Expressway
and the Si Rat-Outer Ring Road Expressway**

Average Daily Toll Revenue for the Bang Pa-in - Pak Kret Expressway


Average Daily Ridership for Chaloe M Ratchamongkhon Line

Average Daily Farebox Revenue for Chaloe M Ratchamongkhon Line


Note : Not include farebox revenue adjustment in June 2015

Financial Position

As at March 31, 2017, the Company and its subsidiaries had total assets amounted to Baht 83,303 Million, representing an increase by Baht 517 million or 0.6 percent when compared with total assets as at December 31, 2016. Total liabilities amounted to Baht 52,797 Million, representing a decrease by Baht 206 Million or 0.4 percent. Total shareholders' equity amounted to Baht 30,506 Million, representing an increase by Baht 723 Million or 2.4 percent when compared to the end of the year 2016.

Cash Flows

For the first quarter of the year 2017, the Company and its subsidiaries generated cash flows from operating activities amounting to Baht 1,576 Million. Cash received of Baht 182 Million from investing activities as follows (1) paid for the M&E equipment of the MRT Blue Line Project and invested in the MRT Purple Line Project in the net amount of Baht 311 Million, (2) investment in other investment in the amount of Baht 193 Million (3) investment in the Si Rat-Outer Ring Road Expressway Project in the amount of Baht 65 Million, (4) acquisition of fixed assets and other assets in the net amount of Baht 24 Million, and (5) cash receipt from sales of investments and interest income in the amount of Baht 775 Million. The Company and its subsidiaries utilized cash of Baht 125 Million from financing activities due to interest payment.

As at March 31 2017, the Company and its subsidiaries had cash and cash equivalents amounting to Baht 2,410 Million, representing an increase from the end of the previous year by Baht 1,633 Million.

Significant Financial Ratios*

For the first quarter of the year 2017, the Company had Net Profit Margin ratio at 18.63 percent, Return on Equity ratio at 8.68 percent, Return on Total Assets ratio at 3.15 percent, Debt to Equity ratio at 1.73 times and Interest Bearing Debt to Equity ratio at 1.26 times.

* The operational results were calculated based on the consolidated financial statements which consist of the Expressway Business, Rail Business, Commercial Development Business, the manufacture and distribution of treated water business and electricity production business. Therefore, there was no similar type of business in the industry that can be used as a benchmark for comparison.