

Bangkok Expressway and Metro Public Company Limited
and its subsidiaries
Report and consolidated interim financial statements
For the three-month and nine-month periods ended
30 September 2017

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Bangkok Expressway and Metro Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Bangkok Expressway and Metro Public Company Limited and its subsidiaries as at 30 September 2017, the related consolidated statements of income and comprehensive income for the three-month and nine-month periods ended 30 September 2017, the consolidated statements of changes in shareholders' equity and cash flows for the nine-month period then ended, as well as the condensed notes to the consolidated financial statements. I have also reviewed the separate financial information of Bangkok Expressway and Metro Public Company Limited for the same period. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*.

Siraporn Ouuanunkun
Certified Public Accountant (Thailand) No. 3844

EY Office Limited
Bangkok: 9 November 2017

Bangkok Expressway and Metro Public Company Limited and its subsidiaries

Statement of financial position

As at 30 September 2017

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	30 September 2017	31 December 2016	30 September 2017	31 December 2016
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents	4	4,289,443	777,001	4,167,637	729,293
Current investments	5	3,153,233	5,941,350	3,140,818	5,932,098
Trade and other receivables	3, 6	410,503	1,614,563	428,332	1,619,496
Receivable from sales of investment	3	-	756,834	-	756,834
Current portion of long-term loans to related party	3	-	-	16,500	12,000
Current portion of receivable under the consession agreement	3, 7	1,649,683	-	1,649,683	-
Other current assets		121,442	129,542	109,333	114,431
Total current assets		9,624,304	9,219,290	9,512,303	9,164,152
Non-current assets					
Long-term loans to and interest receivable					
from related parties, net of current portion	3	-	-	5,479,996	6,273,496
Receivable under the consession agreement, net of current portion	3, 7	12,922,519	-	12,922,519	-
Investments in subsidiaries	8	-	-	303,586	303,586
Investments in associates	9	9,468,054	9,667,680	7,499,815	7,499,815
Other long-term investment	10	1,580,850	1,237,850	1,580,850	1,237,850
Investment properties	11	120,357	120,357	120,357	120,357
Building and equipment	12	357,569	340,733	309,290	283,862
Rights to operate completed expressway sectors	13	39,216,722	41,551,825	32,873,389	34,808,993
Rights to use sites for expressway construction	14	795,246	1,020,624	795,246	1,020,624
Intangible asset under concession agreement of					
the MRT Blue Line Project	15	23,389,300	17,048,090	23,059,873	16,722,781
Project cost of the MRT Chalong Ratchadham Line	16	673,255	627,256	673,255	627,256
Prepaid project remuneration		2,249,564	1,614,608	2,249,564	1,614,608
Other intangible assets	17	75,932	68,229	72,580	63,497
Deferred tax assets		7,763	201,888	-	198,542
Other non-current assets		49,370	67,133	17,092	32,664
Total non-current assets		90,906,501	73,566,273	87,957,412	70,807,931
Total assets		100,530,805	82,785,563	97,469,715	79,972,083

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

Bangkok Expressway and Metro Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 September 2017

(Unit: Thousand Baht)

		<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>Note</u>	<u>30 September 2017</u>	<u>31 December 2016</u>	<u>30 September 2017</u>	<u>31 December 2016</u>
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Short-term loans from financial institutions	18	4,036,832	4,715,775	4,036,832	4,715,775
Trade and other payables	3, 19	1,679,986	898,075	1,591,656	818,519
Current portion of long-term loans from financial institutions	20	4,893,019	2,066,750	4,893,019	2,066,750
Unearned farebox revenue		132,946	111,971	132,946	111,971
Deposits on stored value ticket		52,079	43,314	52,079	43,314
Income tax payable		56,639	31,444	38,814	13,598
Current portion of provision for compensation for site acquisition cost	22	1,600,000	1,500,000	1,600,000	1,500,000
Other current liabilities					
Retention guarantees		16,665	70,983	11,249	66,357
Others		541,186	119,445	529,077	108,205
Total current liabilities		13,009,352	9,557,757	12,885,672	9,444,489
Non-current liabilities					
Long-term loans from financial institutions, net of current portion	20	26,950,631	16,952,403	26,750,631	16,952,403
Debentures	21	28,169,005	23,167,913	28,169,005	23,167,913
Derivative financial liabilities		73,956	18,608	73,956	18,608
Provision for compensation for site acquisition cost, net of current portion	22	1,362,839	2,817,152	1,362,839	2,817,152
Unearned revenue from advertising management rights	23	-	-	13,426	14,362
Provision for long-term employee benefits	24	530,162	471,044	518,499	461,245
Deferred tax liabilities		85,548	-	85,548	-
Other non-current liabilities		19,613	17,982	1,940	2,756
Total non-current liabilities		57,191,754	43,445,102	56,975,844	43,434,439
Total liabilities		70,201,106	53,002,859	69,861,516	52,878,928

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

Bangkok Expressway and Metro Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 September 2017

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>30 September 2017</u>	<u>31 December 2016</u>	<u>30 September 2017</u>	<u>31 December 2016</u>
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity				
Share capital				
Registered				
15,285,000,000 ordinary shares of Baht 1 each	<u>15,285,000</u>	<u>15,285,000</u>	<u>15,285,000</u>	<u>15,285,000</u>
Issued and fully paid-up				
15,285,000,000 ordinary shares of Baht 1 each	15,285,000	15,285,000	15,285,000	15,285,000
Premium on ordinary shares	5,816,938	5,816,938	5,816,938	5,816,938
Retained earnings				
Appropriated - statutory reserve	928,690	928,690	928,690	928,690
Unappropriated	8,294,271	7,763,596	5,636,736	5,077,414
Other components of shareholders' equity	<u>(101,712)</u>	<u>(104,973)</u>	<u>(59,165)</u>	<u>(14,887)</u>
Equity attributable to shareholders of the Company	30,223,187	29,689,251	27,608,199	27,093,155
Non-controlling interests of the subsidiaries	<u>106,512</u>	<u>93,453</u>	<u>-</u>	<u>-</u>
Total shareholders' equity	<u>30,329,699</u>	<u>29,782,704</u>	<u>27,608,199</u>	<u>27,093,155</u>
Total liabilities and shareholders' equity	<u>100,530,805</u>	<u>82,785,563</u>	<u>97,469,715</u>	<u>79,972,083</u>

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

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Directors

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(Unaudited but reviewed)

Bangkok Expressway and Metro Public Company Limited and its subsidiaries**Income statement****For the three-month period ended 30 September 2017**

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	<u>Note</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Revenues					
Revenue from expressway business		2,550,348	2,368,659	2,193,824	2,027,593
Revenue from rail business		1,170,138	915,795	1,170,138	915,795
Revenue from commercial development business	26	179,231	146,808	105,372	92,348
Other income					
Interest income		10,449	19,688	48,776	68,666
Dividend income	3, 9	-	-	232,829	232,829
Others		15,767	13,998	50,586	40,153
Total revenues		<u>3,925,933</u>	<u>3,464,948</u>	<u>3,801,525</u>	<u>3,377,384</u>
Expenses					
Cost of expressway business		432,302	376,507	379,882	314,407
Cost of rail business		840,300	600,801	840,301	600,801
Cost of commercial development business		43,532	49,102	20,912	32,074
Amortisation of rights to operate completed expressway sectors and compensation for site acquisition cost	13, 14, 22	944,851	904,796	805,889	757,492
Amortisation on intangible asset under concession agreement of the MRT Blue Line Project	15	43,994	111,466	35,911	107,566
Selling expenses		24,892	39,493	15,043	30,675
Administrative expenses		225,766	222,087	212,127	205,113
Total expenses		<u>2,555,637</u>	<u>2,304,252</u>	<u>2,310,065</u>	<u>2,048,128</u>
Profit before share of profit from investments in associates, finance cost and income tax expenses		1,370,296	1,160,696	1,491,460	1,329,256
Share of profit from investments in associates		138,506	112,511	-	-
Profit before finance cost and income tax expenses		1,508,802	1,273,207	1,491,460	1,329,256
Finance cost		(364,412)	(290,883)	(362,370)	(294,456)
Profit before income tax expenses		1,144,390	982,324	1,129,090	1,034,800
Income tax expenses	27	(198,401)	(171,120)	(177,225)	(158,787)
Profit for the period		<u>945,989</u>	<u>811,204</u>	<u>951,865</u>	<u>876,013</u>
Profit attributable to:					
Equity holders of the Company		939,959	807,744	951,865	876,013
Non-controlling interests of the subsidiaries		6,030	3,460		
		<u>945,989</u>	<u>811,204</u>		
Basic earnings per share (Baht)					
Profit attributable to equity holders of the Company	28	0.06	0.05	0.06	0.06

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

(Unaudited but reviewed)

Bangkok Expressway and Metro Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 30 September 2017

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Profit for the period	<u>945,989</u>	<u>811,204</u>	<u>951,865</u>	<u>876,013</u>
Other comprehensive income				
<i>Other comprehensive income to be reclassified</i>				
<i>to profit or loss in subsequent periods:</i>				
Unrealised gain (loss) from cash flow hedges of the Company, net of income tax	(24,789)	14,545	(24,789)	14,545
Unrealised gain from cash flow hedges of associate, net of income tax	16,963	22,220	-	-
Unrealised loss from revaluation of available-for-sale investment of associate, net of income tax	<u>(936)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other comprehensive income to be reclassified to profit or loss in subsequent periods, net of income tax	<u>(8,762)</u>	<u>36,765</u>	<u>(24,789)</u>	<u>14,545</u>
Other comprehensive income for the period	<u>(8,762)</u>	<u>36,765</u>	<u>(24,789)</u>	<u>14,545</u>
Total comprehensive income for the period	<u>937,227</u>	<u>847,969</u>	<u>927,076</u>	<u>890,558</u>
Total comprehensive income attributable to:				
Equity holders of the Company	931,197	844,509	<u>927,076</u>	<u>890,558</u>
Non-controlling interests of the subsidiaries	<u>6,030</u>	<u>3,460</u>		
	<u>937,227</u>	<u>847,969</u>		

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

(Unaudited but reviewed)

Bangkok Expressway and Metro Public Company Limited and its subsidiaries**Income statement****For the nine-month period ended 30 September 2017**

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	<u>Note</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Revenues					
Revenue from expressway business		7,439,134	6,844,042	6,412,658	5,863,561
Revenue from rail business		3,400,256	2,115,020	3,400,256	2,115,037
Revenue from commercial development business	26	497,001	416,930	297,491	263,922
Other income					
Interest income		44,955	50,511	163,783	186,611
Dividend income	3, 9	-	-	551,455	498,954
Others		49,343	41,202	146,753	136,991
Total revenues		<u>11,430,689</u>	<u>9,467,705</u>	<u>10,972,396</u>	<u>9,065,076</u>
Expenses					
Cost of expressway business		1,286,741	1,027,786	1,132,317	857,044
Cost of rail business		2,533,383	1,476,746	2,533,384	1,476,746
Cost of commercial development business		139,546	145,841	68,071	83,516
Amortisation of rights to operate completed expressway sectors and compensation for site acquisition cost	13, 14, 22	2,749,677	2,619,397	2,350,178	2,194,396
Amortisation on intangible asset under concession agreement of the MRT Blue Line Project	15	200,814	316,177	177,992	304,813
Selling expenses		61,139	70,698	34,214	45,170
Administrative expenses		731,782	612,544	686,482	564,225
Total expenses		<u>7,703,082</u>	<u>6,269,189</u>	<u>6,982,638</u>	<u>5,525,910</u>
Profit before share of profit from investments in associates, finance cost and income tax expenses		<u>3,727,607</u>	<u>3,198,516</u>	<u>3,989,758</u>	<u>3,539,166</u>
Share of profit from investments in associates		304,289	307,761	-	-
Profit before finance cost and income tax expenses		<u>4,031,896</u>	<u>3,506,277</u>	<u>3,989,758</u>	<u>3,539,166</u>
Finance cost		(1,123,991)	(1,050,154)	(1,121,449)	(1,041,398)
Profit before income tax expenses		<u>2,907,905</u>	<u>2,456,123</u>	<u>2,868,309</u>	<u>2,497,768</u>
Income tax expenses	27	(529,971)	(436,353)	(474,787)	(404,081)
Profit for the period		<u>2,377,934</u>	<u>2,019,770</u>	<u>2,393,522</u>	<u>2,093,687</u>
Profit attributable to:					
Equity holders of the Company		2,364,875	2,014,223	2,393,522	2,093,687
Non-controlling interests of the subsidiaries		13,059	5,547	-	-
		<u>2,377,934</u>	<u>2,019,770</u>		
Basic earnings per share (Baht)					
Profit attributable to equity holders of the Company	28	0.15	0.13	0.16	0.14

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

(Unaudited but reviewed)

Bangkok Expressway and Metro Public Company Limited and its subsidiaries

Statement of comprehensive income

For the nine-month period ended 30 September 2017

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Profit for the period	<u>2,377,934</u>	<u>2,019,770</u>	<u>2,393,522</u>	<u>2,093,687</u>
Other comprehensive income				
<i>Other comprehensive income to be reclassified</i>				
<i>to profit or loss in subsequent periods:</i>				
Unrealised loss from cash flow hedges of the Company, net of income tax	(44,278)	(63,434)	(44,278)	(63,434)
Unrealised gain from cash flow hedges of associate, net of income tax	44,744	121	-	-
Unrealised gain from revaluation of available-for-sale investment of associate, net of income tax	<u>2,795</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other comprehensive income to be reclassified to profit or loss in subsequent periods, net of income tax	<u>3,261</u>	<u>(63,313)</u>	<u>(44,278)</u>	<u>(63,434)</u>
Other comprehensive income for the period	<u>3,261</u>	<u>(63,313)</u>	<u>(44,278)</u>	<u>(63,434)</u>
Total comprehensive income for the period	<u>2,381,195</u>	<u>1,956,457</u>	<u>2,349,244</u>	<u>2,030,253</u>
Total comprehensive income attributable to:				
Equity holders of the Company	2,368,136	1,950,910	<u>2,349,244</u>	<u>2,030,253</u>
Non-controlling interests of the subsidiaries	<u>13,059</u>	<u>5,547</u>		
	<u>2,381,195</u>	<u>1,956,457</u>		

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

(Unaudited but reviewed)

Bangkok Expressway and Metro Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the nine-month period ended 30 September 2017

(Unit: Thousand Baht)

	Consolidated financial statements										
	Equity attributable to the shareholders of the Company										
	Other components of shareholders' equity										
	Other comprehensive income				Capital deficit		Equity				
	Surplus on change				from change in		Total other		Total equity		
	in value of				shareholding		components of		attributable to		
	Unrealised				interest		shareholders'		shareholders		
	gain (loss) from				in subsidiary		equity		attributable to		
	cash flow hedges				investment		of the Company		non-controlling		
	Unappropriated				available-for-sale		shareholders		interests of		
	statutory reserve				investment		equity		the subsidiaries		
	Issued and	Premium on	Appropriated -	Unappropriated	Unrealised	in value of	shareholding	Total other	Total equity	attributable to	Total
	paid-up	ordinary shares	statutory reserve	Unappropriated	gain (loss) from	available-for-sale	interest	components of	attributable to	non-controlling	
	share capital	ordinary shares	statutory reserve	Unappropriated	cash flow hedges	investment	in subsidiary	equity	of the Company	the subsidiaries	shareholders' equity
Balance as at 1 January 2016	15,285,000	5,816,938	800,490	7,254,261	(80,948)	-	(32,149)	(113,097)	29,043,592	86,442	29,130,034
Profit for the period	-	-	-	2,014,223	-	-	-	-	2,014,223	5,547	2,019,770
Other comprehensive income for the period	-	-	-	-	(63,313)	-	-	(63,313)	(63,313)	-	(63,313)
Total comprehensive income for the period	-	-	-	2,014,223	(63,313)	-	-	(63,313)	1,950,910	5,547	1,956,457
Dividend paid (Note 25)	-	-	-	(1,834,200)	-	-	-	-	(1,834,200)	-	(1,834,200)
Balance as at 30 September 2016	15,285,000	5,816,938	800,490	7,434,284	(144,261)	-	(32,149)	(176,410)	29,160,302	91,989	29,252,291
Balance as at 1 January 2017	15,285,000	5,816,938	928,690	7,763,596	(76,637)	3,813	(32,149)	(104,973)	29,689,251	93,453	29,782,704
Profit for the period	-	-	-	2,364,875	-	-	-	-	2,364,875	13,059	2,377,934
Other comprehensive income for the period	-	-	-	-	466	2,795	-	3,261	3,261	-	3,261
Total comprehensive income for the period	-	-	-	2,364,875	466	2,795	-	3,261	2,368,136	13,059	2,381,195
Dividend paid (Note 25)	-	-	-	(1,834,200)	-	-	-	-	(1,834,200)	-	(1,834,200)
Balance as at 30 September 2017	15,285,000	5,816,938	928,690	8,294,271	(76,171)	6,608	(32,149)	(101,712)	30,223,187	106,512	30,329,699

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

(Unaudited but reviewed)

Bangkok Expressway and Metro Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the nine-month period ended 30 September 2017

(Unit: Thousand Baht)

Separate financial statements

	Separate financial statements				Other components of shareholders' equity	
	Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		Other comprehensive income	Total
			Appropriated - statutory reserve	Unappropriated	Unrealised loss from cash flow hedges	shareholders' equity
Balance as at 1 January 2016	15,285,000	5,816,938	800,490	4,611,032	-	26,513,460
Profit for the period	-	-	-	2,093,687	-	2,093,687
Other comprehensive income for the period	-	-	-	-	(63,434)	(63,434)
Total comprehensive income for the period	-	-	-	2,093,687	(63,434)	2,030,253
Dividend paid (Note 25)	-	-	-	(1,834,200)	-	(1,834,200)
Balance as at 30 September 2016	<u>15,285,000</u>	<u>5,816,938</u>	<u>800,490</u>	<u>4,870,519</u>	<u>(63,434)</u>	<u>26,709,513</u>
Balance as at 1 January 2017	15,285,000	5,816,938	928,690	5,077,414	(14,887)	27,093,155
Profit for the period	-	-	-	2,393,522	-	2,393,522
Other comprehensive income for the period	-	-	-	-	(44,278)	(44,278)
Total comprehensive income for the period	-	-	-	2,393,522	(44,278)	2,349,244
Dividend paid (Note 25)	-	-	-	(1,834,200)	-	(1,834,200)
Balance as at 30 September 2017	<u>15,285,000</u>	<u>5,816,938</u>	<u>928,690</u>	<u>5,636,736</u>	<u>(59,165)</u>	<u>27,608,199</u>

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

(Unaudited but reviewed)

Bangkok Expressway and Metro Public Company Limited and its subsidiaries**Cash flow statement****For the nine-month period ended 30 September 2017**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Cash flows from operating activities				
Profit before tax	2,907,905	2,456,123	2,868,309	2,497,768
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Amortisation and depreciation	2,652,629	2,558,295	2,218,999	2,118,052
Revenue recognition of unearned revenue from advertising management rights	-	-	(936)	(937)
Gain on investments	(35,887)	(24,192)	(35,647)	(38,425)
Loss on disposal/write-off of equipment, intangible asset under concession agreement of the MRT Blue Line Project and other intangible assets	5,248	3,937	5,487	3,853
Project remuneration expense	262,558	294,591	262,558	294,591
Compensation for site acquisition cost	371,065	415,217	371,065	415,217
Provision for long-term employee benefits	57,136	26,431	55,272	24,828
Share of profit from investments in associates	(304,289)	(307,761)	-	-
Unrealised loss (gain) on exchange rate	(268)	117	(268)	117
Interest income	(44,367)	(50,351)	(163,287)	(193,659)
Dividend income	-	-	(551,455)	(498,954)
Interest expenses	1,094,544	805,011	1,094,000	799,629
Profit from operating activities before changes in operating assets and liabilities	6,966,274	6,177,418	6,124,097	5,422,080
Operating assets (increase) decrease				
Trade and other receivables	174,498	(1,376,432)	162,359	(1,371,197)
Other current assets	101,000	45,900	96,007	46,983
Other non-current assets	12,911	(25,538)	15,572	(25,538)
Cash paid for project remuneration	(897,514)	(794,250)	(897,514)	(794,250)
Operating liabilities increase (decrease)				
Trade and other payables	378,031	(1,936)	369,293	(52,229)
Unearned farebox revenue	20,975	22,336	20,975	22,336
Deposits on stored value ticket	8,765	9,135	8,765	9,135
Other current liabilities	367,423	155,543	365,763	129,067
Other non-current liabilities	1,630	(2,609)	(816)	(2,689)
Cash paid for compensation for site acquisition cost	(1,500,000)	(1,500,000)	(1,500,000)	(1,500,000)
Cash flows from operating activities	5,633,993	2,709,567	4,764,501	1,883,698
Cash received from interest income	10,440	8,754	10,427	8,742
Cash paid for income tax	(205,633)	(475,048)	(154,411)	(460,659)
Net cash flows from operating activities	5,438,800	2,243,273	4,620,517	1,431,781

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

Bangkok Expressway and Metro Public Company Limited and its subsidiaries**Cash flow statement (continued)****For the nine-month period ended 30 September 2017**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Cash flows from investing activities				
Decrease (increase) in current investments	2,824,005	(2,740,951)	2,826,927	(2,748,659)
Cash received from sales of investment in associate	-	46,971	-	46,971
Cash received from sales of investment before amalgamation	769,741	600,000	769,741	600,000
Increase in other long-term investment	(343,000)	(242,963)	(343,000)	(242,963)
Cash received from long-term loans to related parties	-	-	662,888	482,115
Cash paid for long-term loans to related party	-	-	(10,000)	(160,000)
Cash received from sales of equipment and intangible asset under concession agreement of the MRT Blue Line Project	6,081	5,313	5,842	5,173
Purchase of equipment	(68,489)	(221,769)	(67,152)	(163,456)
Advance payment for purchase of equipment	(4,776)	(754)	-	-
Cash received from interest income	21,484	15,915	276,536	243,822
Cash received from dividend income	551,455	498,954	551,455	498,954
Cash paid for project cost of the MRT Chalong Ratchadham Line Project	(65,000)	(366,091)	(65,000)	(366,091)
Cash paid for intangible asset under concession agreement of the MRT Blue Line Project	(6,299,119)	(385,996)	(6,272,179)	(374,442)
Cash paid for expressway construction	(102,047)	(5,184,523)	(102,047)	(5,183,668)
Interest expenses capitalised as projects cost	(18,906)	(301,990)	(18,906)	(301,990)
Increase in other intangible assets	(21,582)	(27,566)	(21,582)	(22,032)
Net cash flows used in investing activities	(2,750,153)	(8,305,450)	(1,806,477)	(7,686,266)
Cash flows from financing activities				
Cash received from overdraft and short-term loans from financial institutions	-	10,390,000	-	10,400,000
Repayment of short-term loans from financial institutions	(680,000)	(18,400,000)	(680,000)	(18,400,000)
Cash received from long-term loans from financial institutions	200,000	8,494,000	-	8,494,000
Repayment of long-term loans from financial institutions	(1,000,000)	(10,759,186)	(1,000,000)	(10,602,500)
Cash received from debentures	5,000,000	15,500,000	5,000,000	15,500,000
Cash paid for redemption of debentures	-	(300,000)	-	(300,000)
Cash paid for financial fee	(8,130)	(56,106)	(8,130)	(56,106)
Cash paid for interest expenses	(853,875)	(597,419)	(853,366)	(584,815)
Dividend paid	(1,834,200)	(1,834,200)	(1,834,200)	(1,834,200)
Net cash flows from financing activities	823,795	2,437,089	624,304	2,616,379
Net increase (decrease) in cash and cash equivalents	3,512,442	(3,625,088)	3,438,344	(3,638,106)
Cash and cash equivalents at beginning of period	777,001	4,483,375	729,293	4,459,058
Cash and cash equivalents at end of period	4,289,443	858,287	4,167,637	820,952

Supplemental cash flows information

Non-cash items consist of:

Transfer advance payment for purchase of equipment to equipment and intangible asset under concession agreement of the MRT Blue Line Project	-	1,370	-	-
Purchase of equipment under finance lease agreements	-	3,443	-	3,443
Increase in payable from purchase of intangible asset under concession agreement of the MRT Blue Line Project and cost of expressway construction	233,662	-	233,662	-
Increase in receivable under the concession agreement from the Novation and Debt Repayment agreement	13,618,881	-	13,618,881	-
Transfer other receivable - related party to receivable under the concession agreement	953,321	-	953,321	-

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

Bangkok Expressway and Metro Public Company Limited and its subsidiaries

Notes to consolidated interim financial statements

For the three-month and nine-month periods ended 30 September 2017

1. General information

1.1 Corporate information

Bangkok Expressway and Metro Public Company Limited (“the Company”) is a public company from amalgamation under Thai law on 30 December 2015 and domiciled in Thailand. The Company’s major shareholder is CH. Karnchang Public Company Limited, which was a public company incorporated in Thailand. The Company is principally engaged in the construction and management of expressways, the operation of metro services and commercial development. Its registered office of the Company is at 587 Sutthisarnvinitchai Road, Dindaeng Subdistrict, Dindaeng District, Bangkok. The Company has four branches.

a) The MRT Blue Line Project

The Company was selected as an operator of the MRT Blue Line Extension Project: Bang Sue station-Tao Poon station. On 16 February 2017, the Company signed an agreement for the supply of M&E systems equipment, and operation and maintenance services with a term of 2 years, commencing from the official starting date of the operation of the MRT Blue Line Extension Project: Bang Sue station-Tao Poon station. In addition, if the Company signed the MRT Blue Line Concession Agreement, the requirements of the MRT Blue Line Concession Agreement were to be applied instead.

On 28 March 2017, the Company was selected as concessionaire of the MRT Blue Line Concession Agreement, in accordance with a cabinet resolution. On 31 March 2017, the Company signed the MRT Blue Line Concession Agreement for a concession period of 33 years under the Build, Transfer and Operate basis, with the Mass Rapid Transit Authority of Thailand (“MRTA”). Accordingly, the MRT Blue Line Extension Project: Bang Sue station-Tao Poon Station Agreement was canceled. The MRT Blue Line Project consists of the MRTA Initial System Project - Chaloem Ratchamongkhon Line: Hua Lamphong Station-Bang Sue Station and the MRT Blue Line Extension: Hua Lamphong Station-Lak Song Station and Bang Sue Station-Tha Phra Station.

Under the MRT Blue Line Concession Agreement, a concession agreement with the MRTA for the MRTA Initial System Project - Chaloem Ratchamongkhon Line is deemed to be part of the MRT Blue Line Concession Agreement, and only the clauses relating to the rights, duties and provisions with respect to fares, fare rates and payment of remuneration to the MRTA will remain in effect until the end of the concession agreement with the MRTA for the MRTA Initial System Project - Chaloem Ratchamongkhon Line.

The Company, as concessionaire of the MRT Blue Line Concession Agreement, is responsible for the supply, installation and testing of the M&E Systems of the MRT Blue Line Extension Project (Phase 1 of the concession, which has a terms of 36 months from the commencement date of work by the MRTA) and operation of the Through Operation systems of the Blue Line Project (Phase 2 of the concession, which has a term of 30 years from the commencement date of the revenue-generating service on all sectors). The Company has rights, duties and obligations to claim, collect, and retain all fares, and to generate revenue from commercial development, and is responsible for all investment, payment of operating costs, and payment of remuneration to the MRTA in accordance with the Concession.

The Company is required to gradually commence operation of the MRT Blue Line Extension Project in 3 phases.

Sector 1: Bang Sue Station-Tao Poon Station within 15 August 2017.

Sector 2: Hua Lamphong Station-Lak Song Station within 30 months.

Sector 3: Tao Poon Station-Tha Phra Station within 36 months.

On 11 August 2017, the Company officially commenced operation of the MRT Blue Line Extension Project: Bang Sue Station-Tao Poon Station.

b) The Si Rat-Outer Ring Road Expressway Project

On 19 July 2017, the Company, as a concessionaire of the Si Rat-Outer Ring Road Expressway Project, signed the additional amendment agreement for design and construction of the Connection between the Si Rat-Outer Ring Road Expressway and the north of Si Rat Expressway (heading to Chaeng Watthana Road) with the Expressway Authority of Thailand (EXAT) with a term of 18 months.

c) The MRT Chalong Ratchadham Line Project (Phase 1: Design and Build M&E Systems)

On 6 August 2016, the Company received the M&E Systems and Rolling Stocks under Phase 1 of the MRT Chalong Ratchadham Line Project from its related company and on the same date delivered the M&E Systems and Rolling Stocks to the MRTA. The Company had transferred the performance obligations and responsibilities under Phase 1 of the concession agreement to its related company and assigned the right to receive payments for the M&E Systems and Rolling Stocks under Phase 1 of the concession agreement from the MRTA to the group of lenders of the related company, as collateral for the loans used to fund investment in performance of work under such agreement in 2013. Therefore, since 6 August 2016 the Company has presented receivable from the MRTA - the M&E Systems and Rolling Stocks amounting to Baht 16,422 million, net of the amount payable to the related company for the M&E Systems and Rolling Stocks amounting to Baht 16,422 million.

In addition, the Company presented the revenue associated with these transactions net of related expenses in the consolidated and separate financial statements.

The related company notified the Company of its transfer of all rights under Phase 1 of the concession agreement of the MRT Chalong Ratchadham Line Project to the group of lenders, as discussed in the preceding paragraph. According to the provisions of the law, this transfer gives the group of lenders the status of the Company's lender, instead of the related company, and the Company will enter into a novation agreement for the transfer of rights to change the identity of the lenders accordingly. Subsequently, on 23 August 2017, a Board of Directors' meeting passed a resolution to grant approval for the Company to enter into the Novation and Debt Repayment Agreement with the group of lenders, changing the nature of the debt from trade debt to loan.

On 29 September 2017, the related company issued a notice of its transfer of all rights of claim under the concession agreement of Phase 1 of the MRT Chalong Ratchadham Line Project to the Company and the Company entered into an agreement transferring all such rights of claim to the group of lenders, as the Company's creditor in lieu of the related company. On the same day, the Company entered into the Novation and Debt Repayment Agreement with the group of lenders, changing the nature of the debt in line with the business objectives of the group of lenders, comprising approximately Baht 13,557 million of loans - Tranche A and approximately Baht 62 million of loans - Tranche B, as described in Note 20 to the interim financial statements, and bank guarantees amounting to Baht 200 million, as described in Note 30 to the interim financial statements.

As at 30 September 2017, the Company has therefore presented amounts receivable within 10 years from the MRTA under the concession agreement for the M&E Systems, as described in Note 7 to the interim financial statements, separately from long-term loans from financial institutions a line item under assets and liabilities in the statement of financial position. The Company has also presented the related interest income separately from interest expenses in profit or loss for the three-month and nine-month periods ended 30 September 2017.

1.2 Basis for preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 (revised 2016) Interim Financial Reporting, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, income statement, comprehensive income, changes in shareholders' equity and cash flows in the same format as that used for the annual financial statements.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the Thai language financial statements.

1.3 Basis of consolidation

These interim consolidated financial statements have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2016, with no changes in shareholding structure of subsidiaries during the period.

1.4 New financial reporting standards

During the period, the Company and its subsidiaries have adopted the revised financial reporting standards and interpretations (revised 2016) and new accounting treatment guidance which are effective for fiscal years beginning on or after 1 January 2017. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards. The adoption of these financial reporting standards does not have any significant impact on the Company and its subsidiaries' financial statements. However, one standard involves changes to key principles, which are summarised below.

TAS 27 (revised 2016) Separate Financial Statements

This revised standard stipulates an additional option to account for investments in subsidiaries, joint ventures and associates in separate financial statements under the equity method, as described in TAS 28 (revised 2016) Investments in Associates and Joint Ventures. However, the entity is to apply the same accounting treatment for each category of investment. If an entity elects to account for such investments using the equity method in the separate financial statements, it has to adjust the transaction retrospectively.

This standard does not have any significant impact on the Company and its subsidiaries' financial statements because the management has decided to continue accounting for such investments under the cost method in the separate financial statements.

1.5 Change in accounting estimates

As described in Note 1.1 a) to the interim financial statements, the Company entered into the MRT Blue Line Concession Agreement on 31 March 2017, resulting in the end date of the concession period under a concession agreement with the MRTA for the MRTA Initial System Project - Chaloem Ratchamongkhon Line being extended from 2029 to 2050, which is the same as the end date of the MRT Blue Line Extension Project. In the current quarter, the Company changed the estimated useful lives of Intangible assets under the concession agreement of the MRTA Initial System Project - Chaloem Ratchamongkhon Line, which were presented under intangible assets under the concession agreement of the MRT Blue Line Project, to be in accordance with the concession period of the MRT Blue Line Concession Agreement. The management of the Company believes that the new useful lives of the assets are more appropriate, since they are consistent with the expected utility periods estimated by the Company.

The Company applied the change in estimates prospectively.

The effects of the change to the statements of financial position as at 30 September 2017 and the income statement for the three-month and nine-month periods ended 30 September 2017 are summarised below.

(Unit: Million Baht)

Consolidated and Separate

financial statements

As at 30 September 2017

Statement of financial position

Increase in intangible asset under concession agreement of the MRT Blue Line Project

168

(Unit: Million Baht)

Consolidated and Separate

financial statements

For the three-month period ended 30 September 2017

For the nine-month period ended 30 September 2017

Income statement

Decrease in amortisation on intangible asset under concession agreement of the MRT Blue Line Project

89

168

Increase in profit attributable to equity holders of the Company

89

168

Increase in basic earnings per share (Baht per share)

0.01

0.01

2. Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2016 except for the below accounting policies that are being applied in this period.

2.1 Receivable under the concession agreement

Receivable under the concession agreement is stated at the contract value net of unrealised financial revenue.

2.2 Financial revenue

Financial revenue is revenue from receivable under the concession agreement and is realised over the installment period using the effective interest rate method. Revenue is recognised when installments come due, regardless of whether collection is made, and is presented under interest income in profit and loss.

3. Related party transactions

During the period, the Company and its subsidiaries had significant business transactions with related parties. Such transactions arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company and its subsidiaries and those related parties.

The relationship between the Company and its subsidiaries and the related parties which the Company and its subsidiaries have transactions with during the three-month and nine-month periods ended 30 September 2017 and 2016 are summarised below.

Name of related parties	Relationship with the Company
CH. Karnchang Public Company Limited	Major shareholders
Mass Rapid Transit Authority of Thailand (MRTA)	Shareholders
Northern Bangkok Expressway Company Limited	Subsidiary company
Bangkok Metro Networks Limited	Subsidiary company
CK Power Public Company Limited	Associated company
TTW Public Company Limited	Associated company
Krungthai Bank Public Company Limited	Related company by the Company's director has authority in bank
Bangkok Bank Public Company Limited	Related company by the Company's director has authority in bank
Xayaburi Power Company Limited	Common directors

(Unaudited but reviewed)

Such significant transactions and pricing policy are summarised below.

(Unit: Million Baht)

	For the three-month periods ended 30 September				
	Consolidated		Separate		
	financial statements		financial statements		Pricing policy
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	
<u>Transactions with major shareholder</u>					
Interest income	3	9	3	9	At the rate of 3.67% per annum
Expressway and civil works maintenance expenses	83	47	83	40	Based on contracts
Cost of expressway construction contracts	-	720	-	720	Based on contracts
Advance receivable for the MRT Chalong					
Ratchadham Line Project	-	32	-	32	Based on contracts
Office rental and service expenses	2	2	-	-	Based on contracts
Cost of rail projects	2,425	-	2,425	-	Based on contracts
<u>Transactions with subsidiary companies</u>					
(eliminated from the consolidated financial statements)					
Commercial development revenue	-	-	89	72	Based on contracts
Interest income from long-term loans	-	-	38	42	At the rate of 3.18% - 3.50% per annum (2016: At the rate of 3.06% - 3.50% per annum)
Project management income	-	-	36	30	Baht 12 million per month (2016: Baht 10 million per month)
<u>Transactions with associated companies</u>					
Dividend income	-	-	233	233	As declared
<u>Transactions with related companies</u>					
Commercial development revenue	2	2	2	2	Based on contracts
Cost of farebox (Inclusive of VAT)	84	116	84	116	Based on concession agreement
Cost of commercial development	3	17	3	17	Based on concession agreement
Property tax	1	1	1	1	At the rates charged by Bangkok Metropolitan Administration
Financial fee	6	11	5	7	Based on contracts
Interest expenses on short-term loans	-	51	-	51	At the rates of 2.85% and MOR per annum
Interest expenses on long-term loans	81	55	81	54	At the rates of 4.00%, MLR - 2.525, 6M FDR + 2.00 and 6M FDR + 2.66875 per annum (2016: At the rate of 4.00%, MLR, MLR - 2.525, 6M FDR + 2.00 and 6M FDR + 2.66875 per annum)

(Unaudited but reviewed)

(Unit: Million Baht)

	For the nine-month periods ended 30 September				
	Consolidated		Separate		
	financial statements		financial statements		Pricing policy
	2017	2016	2017	2016	
<u>Transactions with major shareholder</u>					
Interest income	13	29	13	29	At the rate of 3.67% per annum
Expressway and civil works maintenance expenses	257	117	257	92	Based on contracts
Cost of expressway construction contracts	-	3,983	-	3,983	Based on contracts
Advance receivable for the MRT Chalong Ratchadham Line Project	-	86	-	86	Based on contracts
Office rental and service expenses	6	5	-	-	Based on contracts
Cost of rail projects	6,398	-	6,398	-	Based on contracts
<u>Transactions with subsidiary companies</u>					
(eliminated from the consolidated financial statements)					
Commercial development revenue	-	-	242	205	Based on contracts
Interest income from long-term loans	-	-	119	136	At the rate of 3.18% - 3.50% per annum (2016: At the rate of 3.06% - 3.50% per annum)
Project management income	-	-	108	90	Baht 12 million per month (2016: Baht 10 million per month)
<u>Transactions with associated companies</u>					
Dividend income	-	-	551	499	As declared
<u>Transactions with related companies</u>					
Commercial development revenue	6	6	6	6	Based on contracts
Cost of farebox (Inclusive of VAT)	278	320	278	320	Based on concession agreement
Cost of commercial development	22	50	22	50	Based on concession agreement
Property tax	3	3	3	3	At the rates charged by Bangkok Metropolitan Administration
Financial fee	17	103	15	98	Based on contracts
Interest expenses on short-term loans	-	326	-	326	At the rates of 2.85% and MOR per annum
Interest expenses on long-term loans	246	262	246	257	At the rates of 4.00%, MLR - 2.525, 6M FDR + 2.00 and 6M FDR + 2.66875 per annum (2016: At the rate of 4.00%, 4.75%, MLR, MLR - 2.525, 6M FDR + 2.00 and 6M FDR + 2.66875 per annum)

(Unaudited but reviewed)

As at 30 September 2017 and 31 December 2016, the balances of the accounts between the Company and its subsidiaries and related parties are as follows:

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016
		(Audited)		(Audited)
<u>Trade and other receivables (Note 6)</u>				
<u>Trade receivables</u>				
CH. Karnchang Public Company Limited	-	12,840	-	12,840
Bangkok Metro Networks Limited	-	-	88,024	74,473
Mass Rapid Transit Authority of Thailand	325,022	490,232	325,022	490,232
Total	325,022	503,072	413,046	577,545
<u>Other receivables</u>				
CH. Karnchang Public Company Limited	-	1,029,562	-	1,029,562
Northern Bangkok Expressway Company Limited	-	-	12,840	10,700
Total	-	1,029,562	12,840	1,040,262
<u>Receivable from sales of investment</u>				
CH. Karnchang Public Company Limited	-	769,741	-	769,741
Less: Deferred interest income	-	(12,907)	-	(12,907)
Total	-	756,834	-	756,834
<u>Prepaid expenses</u>				
Krungthai Bank Public Company Limited	7,968	6,528	7,538	4,223
<u>Advance payment under service contract</u>				
CH. Karnchang Public Company Limited	30,732	3,906	30,732	3,906
<u>Long-term loans to and interest receivable from related parties</u>				
Northern Bangkok Expressway Company Limited	-	-	5,330,496	6,120,496
Bangkok Metro Networks Limited	-	-	166,000	165,000
Total	-	-	5,496,496	6,285,496
Less: Current portion	-	-	(16,500)	(12,000)
Long-term loans to and interest receivable from related parties, net of current portion	-	-	5,479,996	6,273,496
<u>Receivable under the concession agreement (Note 7)</u>				
Mass Rapid Transit Authority of Thailand	14,572,202	-	14,572,202	-

(Unaudited but reviewed)

During the current period, movements in long-term loans to and interest receivable from related parties in the separate financial statement were as follow:

		(Unit: Thousand Baht)		
		Increase	Decrease	
	1 January 2017	during the period	during the period	30 September 2017
Northern Bangkok Expressway Company Limited				
Long-term loans	5,066,241	-	(653,888)	4,412,353
Interest receivable	1,054,255	114,641	(250,753)	918,143
Total	6,120,496	114,641	(904,641)	5,330,496
Bangkok Metro Networks Limited				
Long-term loans	165,000	10,000	(9,000)	166,000
Interest receivable	-	4,299	(4,299)	-
Total	165,000	14,299	(13,299)	166,000
Grand total	6,285,496	128,940	(917,940)	5,496,496

The assets of Northern Bangkok Expressway Company Limited such as deposits at banks, current investments, rights in the Bang Pa-In - Pakkret Expressway System, rights in toll revenues and beneficiary rights under insurance policies are secured against the loans from the Company. However, the subsidiary is able to make withdrawals from deposit at banks and trading of current investments for use as regular operating expenses.

The long-term loan of Bangkok Metro Networks Limited is secured by pledges of the subsidiary's share certificates which are held by shareholders other than the Company.

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016
	(Audited)		(Audited)	
<u>Trade and other payables (Note 19)</u>				
CH. Karnchang Public Company Limited	292,973	163,398	292,881	161,587
Mass Rapid Transit Authority of Thailand	109,253	102,916	109,253	102,916
Krungthai Bank Public Company Limited	1,108	1,192	1,039	1,123
Bangkok Bank Public Company Limited	841	871	841	871
Others	1,968	1,874	-	-
Total	406,143	270,251	404,014	266,497
<u>Long-term loans from financial institutions</u>				
<u>(only principal) (Note 20)</u>				
Krungthai Bank Public Company Limited	10,024,998	4,701,378	10,024,998	4,701,378
Bangkok Bank Public Company Limited	4,582,105	4,582,105	4,582,105	4,582,105
Total	14,607,103	9,283,483	14,607,103	9,283,483
<u>Retention guarantees</u>				
CH. Karnchang Public Company Limited	2,939	57,925	1,660	56,646
<u>Unearned revenue from advertising</u>				
<u>management rights (Note 23)</u>				
Bangkok Metro Networks Limited	-	-	14,674	15,610

During the current period, movement in long-term loans from financial institutions (only principal) were as follow:

(Unit: Thousand Baht)

	Consolidated and Separate financial statements			
	1 January 2017	Increase during the period	Decrease during the period	30 September 2017
Long-term loans				
Krungthai Bank Public Company Limited	4,701,378	5,323,620	-	10,024,998
Bangkok Bank Public Company Limited	4,582,105	-	-	4,582,105
Total	9,283,483	5,323,620	-	14,607,103

(Unaudited but reviewed)

Directors and management benefits

During the three-month and nine-month periods ended 30 September 2017 and 2016, the Company and its subsidiaries had employee benefit expenses of their directors and managements as below.

(Unit: Thousand Baht)

	For the three-month periods ended 30 September			
	Consolidated financial statements		Separate financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Short-term employee benefits	20,765	21,054	17,604	17,822
Post-employment benefits	1,617	2,052	1,445	1,936
Total	<u>22,382</u>	<u>23,106</u>	<u>19,049</u>	<u>19,758</u>

(Unit: Thousand Baht)

	For the nine-month periods ended 30 September			
	Consolidated financial statements		Separate financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Short-term employee benefits	101,700	84,906	89,031	72,732
Post-employment benefits	4,655	5,777	4,169	5,432
Total	<u>106,355</u>	<u>90,683</u>	<u>93,200</u>	<u>78,164</u>

4. Cash and cash equivalents

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>30 September 2017</u>	<u>31 December 2016</u>	<u>30 September 2017</u>	<u>31 December 2016</u>
	(Audited)		(Audited)	
Cash	58,383	43,671	56,498	41,891
Bank deposits	4,231,060	733,330	4,111,139	687,402
Total	<u>4,289,443</u>	<u>777,001</u>	<u>4,167,637</u>	<u>729,293</u>

The Company has pledged the bank accounts used to deposit moneys received for the MRT Chalong Ratchadham Line Project, and transferred rights to debit or withdraw from the deposit accounts used to make payment of loans and related financial fees to a group of lenders to secure the Company's loan, as described in Note 20 to the interim financial statements.

(Unaudited but reviewed)

5. Current investments

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 September	31 December	30 September	31 December
	2017	2016	2017	2016
		(Audited)		(Audited)
Investments in securities held for trading				
Unit trusts	2,593,996	4,432,102	2,581,585	4,422,853
Add: Unrealised gain on changes in value of investments	59,237	57,051	59,233	57,048
Unit trusts - Fair value	2,653,233	4,489,153	2,640,818	4,479,901
Bills of exchange	500,000	1,452,197	500,000	1,452,197
Total current investments	3,153,233	5,941,350	3,140,818	5,932,098

6. Trade and other receivables

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 September	31 December	30 September	31 December
	2017	2016	2017	2016
		(Audited)		(Audited)
<u>Trade receivables</u>				
Trade receivables				
- Related parties (Note 3)	325,022	503,072	413,046	577,545
- Unrelated parties	86,708	85,155	-	-
Less: Allowance for doubtful debts	(4,910)	(4,910)	-	-
Total trade receivables - net	406,820	583,317	413,046	577,545
<u>Other receivables</u>				
Other receivables				
- Related parties (Note 3)	-	1,029,562	12,840	1,040,262
- Unrelated parties	1,988	1,456	1,936	1,407
Advances payment	1,252	(54)	67	-
Accrued income	443	282	443	282
Total other receivables	3,683	1,031,246	15,286	1,041,951
Trade and other receivables - net	410,503	1,614,563	428,332	1,619,496

(Unaudited but reviewed)

Most of the trade receivables of the Company and its subsidiaries were within their credit terms or past due up to 3 months. As at 30 September 2017, the outstanding balances of trade receivables in the consolidated financial statements that are one year past due amounted to approximately Baht 5 million (31 December 2016: Baht 5 million) (Separate financial statements: Nil). The Company and its subsidiaries assessed the net realisable value of the receivables that were past due and recorded an allowance for doubtful accounts amounting to Baht 5 million in the consolidated financial statements (31 December 2016: Baht 5 million) (Separate financial statements: Nil).

7. Receivable under the concession agreement

	(Unit: Thousand Baht) Consolidated and Separate financial statements
Net book value as at 1 January 2017	-
Increase during the period	14,572,202
Net book value as at 30 September 2017	14,572,202
Current	1,649,683
Non-current	12,922,519
Total receivable under the concession agreement	14,572,202

Receivable under the concession agreement is a receivable for M&E system (Inclusive of VAT) of Phase 1 of the MRT Chalong Ratchadham Line Project as described in Note 1.1 c) to the interim financial statements. The MRTA will pay the remuneration and interest in the form of monthly installments until 2026.

8. Investments in subsidiaries

Details of investments in subsidiaries as presented in separate financial statements are as follows:

Company's name	Registered capital		Paid-up capital		Proportion of investment		Cost	
	30 September	31 December	30 September	31 December	30 September	31 December	30 September	31 December
	2017	2016	2017	2016	2017	2016	2017	2016
					(%)	(%)		(Audited)
Northern Bangkok Expressway Company Limited	6,000	6,000	5,250	5,250	99.99	99.99	2,604	2,604
Bangkok Metro Networks Limited	254	254	254	254	65.19	65.19	166	166
Total							2,770	2,770
Less : Allowance for impairment of investments							(2,466)	(2,466)
Cost - net							304	304

9. Investments in associates

(Unit: Million Baht)

Consolidated financial statements								
Company's name	Proportion of investment		Cost		Carrying amounts based on equity method		Fair values	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016	30 September 2017	31 December 2016	30 September 2017	31 December 2016
	(%)	(%)		(Audited)		(Audited)		(Audited)
CK Power Public Company Limited	19.40	19.40	3,223	3,223	3,097	3,121	5,091 ⁽¹⁾	5,062 ⁽¹⁾
TTW Public Company Limited	19.45	19.45	6,976	6,976	6,371	6,547	8,304	8,304
			<u>10,199</u>	<u>10,199</u>	<u>9,468</u>	<u>9,668</u>	<u>13,395</u>	<u>13,366</u>

(Unit: Million Baht)

Separate financial statements								
Company's name	Proportion of investment		Cost		Fair values		Dividend received during the nine-month periods ended 30 September	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016	30 September 2017	31 December 2016	2017	2016
	(%)	(%)		(Audited)		(Audited)		
CK Power Public Company Limited	19.40	19.40	3,223	3,223	5,091 ⁽¹⁾	5,062 ⁽¹⁾	85	32
TTW Public Company Limited	19.45	19.45	4,277	4,277	8,304	8,304	466	467
			<u>7,500</u>	<u>7,500</u>	<u>13,395</u>	<u>13,366</u>	<u>551</u>	<u>499</u>

⁽¹⁾ Excluding the fair value of warrants amounting to Baht 178 million (31 December 2016: Baht 189 million).

10. Other long-term investment

(Unit: Million Baht)

Consolidated and Separate financial statements								
Company's name	Registered capital		Paid-up capital		Proportion of investment		Cost	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016	30 September 2017	31 December 2016	30 September 2017	31 December 2016
					(%)	(%)		(Audited)
Xayaburi Power Company Limited	26,861	26,861	21,078	16,505	7.50	7.50	1,581	1,238
							<u>1,581</u>	<u>1,238</u>

During December 2016 to August 2017, Xayaburi Power Company Limited called up additional parts of the unpaid portion of its shares, totaling Baht 343 million, and the Company made payment for the shares in the current period.

Subsequently in September 2017, Xayaburi Power Company Limited additionally called up Baht 23 million. The Company made payments for those share subscriptions in October 2017.

The 121.9 million ordinary shares of Xayaburi Power Company Limited held by the Company have been pledged to secure of long-term loans of such company.

11. Investment properties

The Company has pledged all investment properties as collateral against credit facilities granted by group of lenders.

12. Building and equipment

A reconciliation of the net book value of the building and equipment during the nine-month period ended 30 September 2017 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2017	340,733	283,862
Acquisitions during the period - at cost	68,489	67,152
Disposals/write-off during the period - net book value at disposal/write-off date	(10,058)	(10,058)
Depreciation for the period	(41,595)	(31,666)
Net book value as at 30 September 2017	<u>357,569</u>	<u>309,290</u>

13. Rights to operate completed expressway sectors

A reconciliation of the net book value of the rights to operate completed expressway sectors during the nine-month period ended 30 September 2017 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2017	41,551,825	34,808,993
Acquisitions during the period - at cost	43,509	43,509
Amortisation for the period	(2,378,612)	(1,979,113)
Net book value as at 30 September 2017	<u>39,216,722</u>	<u>32,873,389</u>

The Company has transferred its rights to operate expressway sectors to secure long-term loans.

14. Rights to use sites for expressway construction

A reconciliation of the net book value of the rights to use sites for expressway construction during the nine-month period ended 30 September 2017 is summarised below.

	(Unit: Thousand Baht)
	Consolidated and Separate financial statements
Net book value as at 1 January 2017	1,020,624
Amortisation for the period	(225,378)
Net book value as at 30 September 2017	<u>795,246</u>

The rights to use sites for expressway construction is a part of rights to operate completed expressway sectors.

15. Intangible asset under concession agreement of the MRT Blue Line Project

A reconciliation of the net book value of the intangible asset under concession agreement of the MRT Blue Line Project during the nine-month period ended 30 September 2017 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2017	17,048,090	16,722,781
Acquisitions during the period - at cost	6,523,118	6,496,178
Interest cost	18,906	18,906
Amortisation for the period	(200,814)	(177,992)
Net book value as at 30 September 2017	<u>23,389,300</u>	<u>23,059,873</u>

According to the MRTA Initial System Project - Chaloem Ratchamongkhon Line agreement dated 1 August 2000, M&E systems equipment, depot building and administration building under the MRTA Initial System Project - Chaloem Ratchamongkhon Line were to be transferred to the MRTA at the end of the concession period of 25 years (2 July 2029), on an Acquire, Operate and Transfer basis. Then, on 31 March 2017, the Company entered into the MRT Blue Line Concession Agreement, which included the MRTA Initial System Project - Chaloem Ratchamongkhon Line as a part of the concession, as described in Note 1.1 a) to the interim financial statements. Thus, on 31 March 2017, The Company transferred the M&E systems equipment, depot building and administration building under the MRTA Initial System Project - Chaloem Ratchamongkhon Line to the MRTA, as a requirement of the Concession, and on the same date, the MRTA transferred the rights to use the M&E systems equipment, depot building and administration building to the Company for it to utilise in the provision of operation and maintenance services in accordance with the MRT Blue Line Concession Agreement.

(Unaudited but reviewed)

During the period, the Company has capitalised the borrowing cost as part of intangible assets under concession agreement of the MRT Blue Line Project. The weighted average rate used to determine the amount of borrowing cost eligible from capitalisation was 2.84 percent.

16. Project cost of the MRT Chalong Ratchadham Line

A reconciliation of the net book value of project cost of the MRT Chalong Ratchadham Line during the nine-month period ended 30 September 2017 are summarised below.

	(Unit: Thousand Baht)
	Consolidated and Separate financial statements
Net book value as at 1 January 2017	627,256
Acquisitions during the period - at cost	65,000
Amortisation for the period	(19,001)
Net book value as at 30 September 2017	673,255

17. Other intangible assets

A reconciliation of the net book value of other intangible assets for the nine-month period ended 30 September 2017 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2017	68,229	63,497
Acquisitions during the period - at cost	21,582	21,582
Write-off during the period - net book value at write-off date	(1,272)	(1,272)
Amortisation for the period	(12,607)	(11,227)
Net book value as at 30 September 2017	75,932	72,580

18. Short-term loans from financial institutions

(Unit: Thousand Baht)			
Consolidated and separate			
financial statements			
	Interest rate	30 September 2017	31 December 2016
	(% per annum)		(Audited)
Promissory Notes	2.75	4,040,000	4,720,000
Less: Deferred financial fee		(3,168)	(4,225)
Short-term loans from financial institutions - net		4,036,832	4,715,775

19. Trade and other payables

(Unit: Thousand Baht)				
Consolidated		Separate		
financial statements		financial statements		
30 September	31 December	30 September	31 December	
2017	2016	2017	2016	
	(Audited)		(Audited)	
Trade payables - related parties (Note 3)	339,481	219,023	339,320	217,143
Trade payables - unrelated parties	444,141	363,568	399,002	314,368
Accrued interest - related parties (Note 3)	1,621	1,651	1,621	1,651
Accrued interest - unrelated parties	337,096	96,397	337,061	96,397
Accrued expenses - related parties (Note 3)	65,041	49,577	63,073	47,703
Accrued expenses - unrelated parties	473,379	160,543	450,246	139,875
Other payables	19,227	7,316	1,333	1,382
Total trade and other payables	1,679,986	898,075	1,591,656	818,519

(Unaudited but reviewed)

20. Long-term loans from financial institutions

					(Unit: Thousand Baht)			
					Consolidated		Separate	
					financial statements		financial statements	
					30 September	31 December	30 September	31 December
					2017	2016	2017	2016
						(Audited)		(Audited)
	Credit facility	Objective	Interest rate	Period of repayment				
	(Million Baht)		(%)					
1. Tranche Gor (Fully drew down)	29,888	Refinance remaining long-term loans	4.00% p.a.	To be repaid in full in July 2019	74,664	74,664	74,664	74,664
2. Tranche Khor (Fully drew down)	4,998	Lending to subsidiary to repay its long-term loans from commercial banks	4.00% p.a.	To be repaid in full in July 2019	9,595	9,595	9,595	9,595
3. Tranche Chor (Fully drew down)	1,000	Working capital	MLR - 2.525% and 6M FDR + 2.66875% p.a.	To be repaid in full in July 2019	1,000,000	1,000,000	1,000,000	1,000,000
4. Tranche Gor (Fully drew down)	5,750	For construction of expressway system	MLR - 2.525% p.a.	Repayment in monthly installments commencing October 2017 to September 2027	5,750,000	5,750,000	5,750,000	5,750,000
5. Tranche Khor (Fully drew down)	4,250	For construction of expressway system	6M FDR + 2.00% p.a.	Repayment in monthly installments commencing October 2017 to September 2027	4,250,000	4,250,000	4,250,000	4,250,000
6. Long-term loan (Fully drew down)	8,000	Working capital	3.18% p.a. (contract: 6M THBFIX + 1.15% p.a.)	Repayment installments in every six months commencing May 2017 to May 2021	7,000,000	8,000,000	7,000,000	8,000,000
7. Tranche A (Fully drew down)	13,557	To invest in the MRT Chalong Ratchadham Line Project	FDR + 2.50% p.a.	Repayment in monthly installments commencing October 2017 to July 2026	13,556,965	-	13,556,965	-
8. Tranche B (Fully drew down)	62	To invest in the MRT Chalong Ratchadham Line Project	FDR + 2.50% p.a.	Repayment in monthly installments commencing October 2017 to July 2026	61,916	-	61,916	-
9. Long-term loan (Available credit facilities to be drawn down Baht 5,350 million)	5,700	Repayment for loan obtained from the Company	6M FDR + 2.00% p.a.	Repayment in quarterly installments commencing September 2017 to September 2024	200,000	-	-	-
Total	73,205				31,903,140	19,084,259	31,703,140	19,084,259
Less: Current portion of long-term loans					(4,893,019)	(2,066,750)	(4,893,019)	(2,066,750)
Less: Deferred financial fees					(59,490)	(65,106)	(59,490)	(65,106)
Long-term loans - net of current portion					26,950,631	16,952,403	26,750,631	16,952,403

(Unaudited but reviewed)

As at 30 September 2017 and 31 December 2016, the detail of long-term loans are as follows:

	Consolidated financial statements		Separate financial statements	
	30 September 2017	31 December 2016 (Audited)	30 September 2017	31 December 2016 (Audited)
Long-term loans				
- Related parties (Note 3)	14,607,103	9,283,483	14,607,103	9,283,483
- Unrelated parties	17,296,037	9,800,776	17,096,037	9,800,776
Total	31,903,140	19,084,259	31,703,140	19,084,259

Movements in the long-term loans for the nine-month period ended 30 September 2017 are summarised below.

	Consolidated financial statements	Separate financial statements
Balance as at 1 January 2017	19,084,259	19,084,259
Add: Drawdown during the period	200,000	-
Add: Debt novation during the period	13,618,881	13,618,881
Less: Repayment during the period	(1,000,000)	(1,000,000)
Balance as at 30 September 2017	31,903,140	31,703,140

Long-term loans number 1 to 5

The long-term loans are secured by assets of the Company such as land, building, rights under the Expressway Agreement, rights in toll revenues, and beneficiary rights under insurance policies.

Under the loan agreements, the Company must comply with normal financial covenants relating to various matters, such as the maintenance of debt service coverage ratio, debt to equity ratio, shareholding proportion in a subsidiary company, dividend payment and conditions for mandatory prepayment. In this respect, the Company has the total financial expenses of Baht 4.8 million per year payable to the agents of the lenders (2016: Baht 4.8 million).

Long-term loans number 6

The Company entered into an interest rate swap contract to change the interest rate from a floating rate of 6M THBFIX + 1.15% per annum to a fixed rate of 3.18% per annum.

Long-term loans number 7 to 8

As described in Note 1.1 c) to the interim financial statements, on 29 September 2017 the Company entered into the Novation and Debt Repayment Agreement, whereby the Company pledged bank accounts used to deposit moneys received for work on the M&E systems of the MRT Chalong Ratchadham Line and transferred rights to receive payments for such work to the group of lenders.

Under the Credit Facility Agreement, the Company must comply with normal financial covenants relating to various matters, such as maintenance of debt service coverage ratio and debt to equity ratio, dividend payment and conditions for mandatory prepayment.

Long Term Loan No.9

This is a loan of a subsidiary company. Under the loan agreement, the subsidiary must comply with normal financial covenants relating to various matters, such as the maintenance of debt service coverage ratio and debt to equity ratio, dividend payment and conditions for mandatory prepayment.

21. Debentures

					(Unit: Thousand Baht)	
					Consolidated and separate	
					financial statements	
					30 September	31 December
Type of debenture	Term	Issuance date	Maturity date	Interest rate	2017	2016
				(% per annum)		(Audited)
No. 1/2016						
- Tranche 1	3 years	24 June 2016	24 June 2019	2.22	5,000,000	5,000,000
- Tranche 2	5 years	24 June 2016	24 June 2021	2.52	1,615,000	1,615,000
- Tranche 3	7 years	24 June 2016	24 June 2023	3.00	2,000,000	2,000,000
- Tranche 4	10 years	24 June 2016	24 June 2026	3.30	3,335,000	3,335,000
- Tranche 5	12 years	24 June 2016	24 June 2028	3.61	2,750,000	2,750,000
No. 2/2016	12 years	11 August 2016	24 June 2028	3.61	500,000	500,000
No. 3/2016						
- Tranche 1	4 years	21 October 2016	21 October 2020	2.62	2,500,000	2,500,000
- Tranche 2	9 years	21 October 2016	21 October 2025	3.78	2,500,000	2,500,000
- Tranche 3	11 years	21 October 2016	21 October 2027	3.95	3,000,000	3,000,000
No. 1/2017						
- Tranche 1	5 years	7 September 2017	7 September 2022	2.65	2,000,000	-
- Tranche 2	7 years	7 September 2017	7 September 2024	3.10	3,000,000	-
Total					28,200,000	23,200,000
Less: Deferred debenture issuing cost					(30,995)	(32,087)
Debentures - net					28,169,005	23,167,913

(Unaudited but reviewed)

Movement in the debentures account for the nine-month period ended 30 September 2017 is summarised below.

	(Unit: Thousand Baht)
	Consolidated and separate financial statements
Balance as at 1 January 2017	23,200,000
Add: Issuance of debentures during the period	5,000,000
Balance as at 30 September 2017	28,200,000

All of the Company's debentures are registered debentures, unsubordinated, and unsecured, without a debenture holders' representative, that pay interest semi-annually. The debentures contain covenants relating to maintenance of interest bearing debt to equity ratio.

22. Provision for compensation for site acquisition cost

Movement in provision for compensation for site acquisition cost account for the nine-month period ended 30 September 2017 is summarised below.

	(Unit: Thousand Baht)
	Consolidated and Separate financial statements
Balance as at 1 January 2017	4,317,152
Payment during the period	(1,500,000)
Interest cost	145,687
Balance as at 30 September 2017	2,962,839
Less: Current portion of provision	(1,600,000)
Provision for compensation for site acquisition cost - net of current portion	1,362,839

23. Unearned revenue from advertising management rights

Movement in unearned revenue from advertising management rights account for the nine-month period ended 30 September 2017 in the separate financial statement is summarised below.

	(Unit: Thousand Baht)
Balance as at 1 January 2017	15,610
Less: Recognise to revenue during the period	(936)
Balance as at 30 September 2017	14,674
Less: Current portion	(1,248)
Unearned revenue from advertising management rights - net of current portion	13,426

24. Provision for long-term employee benefits

Movements in provision for long-term employee benefits account for the nine-month period ended 30 September 2017 is summarised below.

	Consolidated financial statements	(Unit: Thousand Baht) Separate financial statements
Balance as at 1 January 2017	471,044	461,245
Increase during the period	59,118	57,254
Balance as at 30 September 2017	530,162	518,499

25. Dividend

Dividend declared for the nine-month period ended 30 September 2017 and 2016 in the consolidated and separate financial statements consisted of the following:

Dividend	Approved by	Total dividend (Million Baht)	Dividend per share (Baht)	Paid on
Dividend for the second half of the year 2016	Annual General Meeting of the shareholders on 11 April 2017	917	0.06	4 May 2017
Dividend for the first half of the year 2017	Meeting of the Board of Directors on 23 August 2017	917	0.06	20 September 2017
Total dividend for the nine-month period 30 September 2017		1,834	0.12	
Dividend for the year 2015	Annual General Meeting of the shareholders on 5 April 2016	1,070	0.07	29 April 2016
Dividend for the first half of the year 2016	Meeting of the Board of Directors on 31 August 2016	764	0.05	27 September 2016
Total dividend for the nine-month period 30 September 2016		1,834	0.12	

26. Revenue from commercial development business

Revenue from commercial development business derived from sources of income in separate financial statement for the three-month and nine-month periods ended 30 September 2017 and 2016 are summarised as follow:

(Unit: Thousand Baht)

	Separate financial statements			
	For the three-month period		For the nine-month period	
	ended 30 September		ended 30 September	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
On expressway system	12,888	12,287	38,166	36,195
On rail system	92,484	80,061	259,325	227,727
Total	<u>105,372</u>	<u>92,348</u>	<u>297,491</u>	<u>263,922</u>

27. Income taxes

Interim corporate income tax was calculated on profit before income tax for the period, using the estimated effective tax rate for the year.

Income tax expenses for the three-month and nine-month periods ended 30 September 2017 and 2016 are made up as follows:

(Unit: Thousand Baht)

	For the three-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Current income tax:				
Interim corporate income tax charge	97,404	28,443	74,448	14,442
Deferred tax:				
Relating to origination and reversal of temporary differences	100,997	142,677	102,777	144,345
Tax expenses reported in the income statement	<u>198,401</u>	<u>171,120</u>	<u>177,225</u>	<u>158,787</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

	For the nine-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Current income tax:				
Interim corporate income tax charge	220,178	179,597	160,523	143,300
Adjustment in respect of income tax of previous year	19,050	-	19,104	-
Deferred tax:				
Relating to origination and reversal of temporary differences	290,743	256,756	295,160	260,781
Tax expenses reported in the income statement	<u>529,971</u>	<u>436,353</u>	<u>474,787</u>	<u>404,081</u>

28. Earnings per share

Basic earnings per share is calculated by dividing profit for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period.

(Unaudited but reviewed)

29. Segment information

Operating segment information is reported in a manner consistent with the reports that are regularly reviewed by the chief operating decision maker in order to make decisions about the allocation of resources to the segment and assets its performance.

Revenue and profit information segments of the Company and its subsidiaries for the three-month and nine-month periods ended 30 September 2017 and 2016 are as follows:

(Unit: Million Baht)

	For the three-month periods ended 30 September													
	Expressway		Rail		Commercial		Other		Total		Elimination of			
	business		business		development						inter-segment			
	segment ¹⁾		segment ²⁾		business segment ³⁾		segments ⁴⁾		Segment		revenues		Consolidated	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Revenue from external customers	2,550	2,369	1,170	916	180	147	-	-	3,900	3,432	-	-	3,900	3,432
Inter-segment revenues	-	-	-	-	89	72	36	30	125	102	(125)	(102)	-	-
Total revenues	<u>2,550</u>	<u>2,369</u>	<u>1,170</u>	<u>916</u>	<u>269</u>	<u>219</u>	<u>36</u>	<u>30</u>	<u>4,025</u>	<u>3,534</u>	<u>(125)</u>	<u>(102)</u>	<u>3,900</u>	<u>3,432</u>
Segment income	1,173	1,087	295	211	127	89	-	-	1,595	1,387	-	-	1,595	1,387
Unallocated income and expenses:														
Interest income													10	20
Other income													16	14
Share of profit from investments in associates													139	113
Selling expenses													(25)	(39)
Administrative expenses													(227)	(222)
Finance cost													(364)	(291)
Income tax expense													(198)	(171)
Non-controlling interests of the subsidiaries													(6)	(3)
Profit for the period													940	808

(Unaudited but reviewed)

(Unit: Million Baht)

For the nine-month periods ended 30 September

	Expressway business segment ¹⁾		Rail business segment ²⁾		Commercial development business segment ³⁾		Other segments ⁴⁾		Total Segment		Elimination of inter-segment revenues		Consolidated	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Revenue from external customers	7,439	6,844	3,400	2,115	497	417	-	-	11,336	9,376	-	-	11,336	9,376
Inter-segment revenues	-	-	-	-	242	205	108	90	350	295	(350)	(295)	-	-
Total revenues	<u>7,439</u>	<u>6,844</u>	<u>3,400</u>	<u>2,115</u>	<u>739</u>	<u>622</u>	<u>108</u>	<u>90</u>	<u>11,686</u>	<u>9,671</u>	<u>(350)</u>	<u>(295)</u>	<u>11,336</u>	<u>9,376</u>
Segment income	3,402	3,197	695	345	328	247	-	-	4,425	3,789	-	-	4,425	3,789
Unallocated income and expenses:														
Interest income													45	51
Other income													50	41
Share of profit from investments in associates													304	308
Selling expenses													(61)	(71)
Administrative expenses													(731)	(612)
Finance cost													(1,124)	(1,050)
Income tax expense													(530)	(436)
Non-controlling interests of the subsidiaries													(13)	(6)
Profit for the period													<u>2,365</u>	<u>2,014</u>

¹⁾ The expressway business segment includes the construction and operation of the expressway.

²⁾ The rail business segment includes the operation of the rapid transit system.

³⁾ The commercial development business segment includes the rental of retail space, and the provision of advertising media services and telecommunication services inside and outside underground train stations and on expressway.

⁴⁾ Other segments are segments where the Company is employed to operate Bang Pa-In - Pak Kret expressway project of the subsidiary.

30. Commitments and contingent liabilities

30.1 Capital commitments

The Company and its subsidiaries have capital commitments as follows:

	30 September 2017	31 December 2016
		(Audited)
a) Performance improvement for farebox collection systems	Baht 17 million and USD 3 million	Baht 18 million and USD 3 million
b) Acquisition of equipment	Baht 20 million	Baht 49 million
c) Improvement of civil works	-	Baht 65 million
d) Supply, installation and testing of the M&E Systems of the MRT Blue Line Project	Baht 15,098 million	-
e) Additional for design and construction of Si Rat-Outer Ring Road Expressway Project	Baht 237 million	-
f) Other capital commitments	Baht 5 million	-

30.2 Long-term service commitments

The Company and its subsidiaries have commitments in respect of the Procurement of M&E equipment contract, and the Maintenance of M&E equipment and trackwork and infrastructure and civil works contracts of the M&E Project which were signed in December 2001, November 2013 and November 2015 with three companies. These contracts will expire during 2018 until 2024.

Future minimum service fees payable under these contracts, excluding escalation in accordance with the general consumer price index are as follows:

	30 September 2017				31 December 2016			
					(Audited)			
	<u>Baht</u>	<u>EUR</u>	<u>SGD</u>	<u>YEN</u>	<u>Baht</u>	<u>EUR</u>	<u>SGD</u>	<u>YEN</u>
Payable:								
In up to 1 year	946	2	1	379	807	2	1	379
In over 1 year and up to 5 years	3,878	12	5	1,518	4,968	12	5	1,518
In over 5 years	1,692	4	5	1,455	2,395	6	6	1,739

30.3 Commitments under various service agreements

The Company and its subsidiaries have commitments under various service agreements, as follows:

	(Unit: Million Baht)	
	<u>30 September 2017</u>	<u>31 December 2016</u>
		(Audited)
Payable:		
In up to 1 year	307	290
In over 1 year and up to 5 years	98	196

30.4 Operating lease commitments

The Company and its subsidiaries had entered into several lease agreements in respect of the lease of office building space, equipment and motor vehicles. The terms of the agreements are generally between 2 and 5 years.

Future minimum lease payments required under these operating lease agreements were as follows:

	(Unit: Million Baht)	
	<u>30 September 2017</u>	<u>31 December 2016</u>
		(Audited)
Payable:		
In up to 1 year	20	21
In over 1 year and up to 5 years	25	31

30.5 Guarantees

There were the following outstanding performance bonds and bank guarantees issued by banks on behalf of the Company.

	(Unit: Million Baht)	
	30 September	31 December
	2017	2016
		(Audited)
a) Issued to the EXAT in accordance with the operation of the Si Rat-Outer Ring Road Expressway Project agreement	6	500
b) Issued to the MRTA in accordance with the operation of the MRT Blue Line Concession agreement	210	150
c) Issued to the MRTA in accordance with the Agreement for the MRT Chalong Ratchadham Line Project agreement, using the credit line of major shareholder	-	200
d) Issued to MRTA in accordance with the Agreement for the MRT Chalong Ratchadham Project agreement	200	-
e) Issued to the Metropolitan Electricity Authority to guarantee electricity under rail projects	67	67
f) Other guarantees	15	12

30.6 Other commitments

	(Unit: Million Baht)	
	30 September	31 December
	2017	2016
		(Audited)
a) Commitments in respect of the uncalled portion of investments		
Northern Bangkok Expressway Company Limited	750	750
Xayaburi Power Company Limited	433	776
b) Commitment in respect of Expressway inspection, replacement and improvement agreements (paid within one year)	21	23

31. The disputes with Expressway Authority of Thailand (EXAT)

The Company and the subsidiary had a total of 11 disputes with EXAT, which were referred to the Arbitral Tribunal in accordance with the dispute settlement procedures under the Agreements and in the Administrative Court, The essence of each dispute was as follows:

31.1 Disputes submitted by the Company and the subsidiary claiming for damages in 8 disputes, with the total amount until the date of submission of the disputes of approximately Baht 28,179.8 million

31.1.1 Priority Component Opening Date under the Second Stage Expressway Agreement

On 9 July 2001, the Company submitted a statement of claim requiring EXAT to compensate for the deficient revenue with interest in the amount of Baht 3,831.4 million, due to different opinions as to which date was the Priority Component Opening Date, which affected the commencement of the toll revenue sharing with the Company under the Agreement.

On 15 December 2008, the Arbitral Tribunal rendered its arbitral award on the dispute requiring EXAT to pay the toll revenue sharing including interest under the Agreement as required by the Company. EXAT subsequently issued a letter refusing to comply with the arbitral award.

And, on 20 April 2009, EXAT submitted a petition to the Central Administrative Court requesting the Court to revoke the arbitral award or order refusing to enforce compliance with the arbitral award, and on 19 October 2011, the Company submitted a petition to the Central Administrative Court requesting a judgment to enforce compliance with the arbitral award. The interest was calculated up to the date on which the Company submitted the petition to the Court, amounting to Baht 1,189.7 million, with the total disputed amount of Baht 5,021.1 million.

On 13 September 2013, the Central Administrative Court adjudged to dismiss EXAT's petition requesting the Court to revoke the arbitral award and adjudged to enforce the Company's petition.

On 11 October 2013, EXAT lodged an appeal against the Central Administrative Court's judgment with the Supreme Administrative Court.

The Supreme Administrative Court has determined the end of fact inquisitorial date on 5 January 2017.

On 1 June 2017, the Supreme Administrative Court has determined the first trial date.

At present, it is pending the Supreme Administration Court schedule the date to deliver the verdict.

31.1.2 Competing road with the Udon Ratthaya Expressway

On 20 December 2004, the subsidiary submitted a statement of claim requiring EXAT to compensate for the deficient revenue, based on the ground that the Government granted permission for construction of the Extension of the Don Muang Tollway Project, from the National Memorial to Rangsit Section, which constituted a competing road under the Agreement, and affected the financial position of the subsidiary, thereby rendering such damages until the date of submission of the dispute (excluding interest) to Baht 1,790 million.

On 27 November 2008, the Arbitral Tribunal rendered its arbitral award on the dispute requiring EXAT to compensate for the deficient revenue with interest under the Agreement as required by the subsidiary. EXAT then issued a letter to the subsidiary refusing to comply with such arbitral award. And, on 3 March 2009, EXAT submitted a petition to the Central Administrative Court requesting the Court to revoke the arbitral award.

On 1 September 2011, the subsidiary submitted a petition to the Central Administrative Court requesting a judgment to enforce compliance with the arbitral award, with the disputed amount of Baht 3,296.7 million.

On 3 May 2013, the Central Administrative Court adjudged to dismiss EXAT's petition requesting the Court to revoke the arbitral award and the Central Administrative Court also issued a judgment to enforce compliance with the arbitral award.

On 31 May 2013, EXAT lodged an appeal against the Central Administrative Court's judgment with the Supreme Administrative Court.

The Supreme Administrative Court has determined the end of fact inquisitorial date on 25 April 2017.

On 15 August 2017, the Supreme Administrative Court has determined the first trial date.

At present, it is pending the Supreme Administration Court schedule the date to deliver the verdict.

31.1.3 Issuance of variation orders by EXAT

On 9 December 2009, the Company submitted a statement of claim requiring EXAT to compensate the Company for damages caused by EXAT's issuance of additional variation orders for certain construction work of the Si Rat Expressway in the total amount of Baht 209.1 million (excluding interest).

On 20 December 2013, the Arbitral Tribunal unanimously rendered its arbitral award requiring EXAT to pay the construction costs and expenses as per the Notice of Variation in the total amount of Baht 382.5 million, including interest under the Agreement.

On 4 February 2014, EXAT issued a letter refusing to comply with such arbitral award. And, on 26 March 2014, EXAT submitted a petition to the Central Administrative Court requesting the Court to revoke the arbitral award.

The Central Administrative Court has determined the end of fact inquisitorial date on 23 September 2016.

On 21 October 2016, the Company submitted a petition to the Central Administrative Court requesting a judgment to enforce compliance with the arbitral award.

On 18 January 2017, the Central Administrative Court issued the order of joinder trial and canceled the prescribed end of fact inquisitorial date (23 September 2016) by way of establishing the case that EXAT filed a petition for the withdrawal of the arbitral award as the major case.

On 13 March 2017, EXAT submitted its testimonial for the case that the Company submitted the petition to the Court to enforce the compliance with the arbitral award (minor case)

At present, it is pending the Central Administrative Court's consideration.

31.1.4 Revision of toll rates of the Chalerm Mahanakorn Expressway and the Si Rat Expressway for the year 2003

On 14 November 2008, the Company submitted a statement of claim requiring EXAT to compensate the Company for damages caused by the revision of toll rates of the Chalerm Mahanakorn Expressway and the Si Rat Expressway for 2003, which was not in accordance with the Agreement, thereby causing the damages, including interest, in the total amount of Baht 4,368 million.

On 12 February 2016, the Arbitral Tribunal, by the majority of votes, rendered its arbitral award requiring EXAT to compensate the Company for damages in the amount of Baht 4,368 million, including interest under the Agreement.

EXAT then issued a letter refusing to comply with such arbitral award. And, on 30 May 2016, EXAT submitted a petition to the Central Administrative Court requesting the Court to revoke the arbitral award.

On 4 November 2016, the Company submitted its answer to the petition to the Central Administrative Court.

EXAT lodged its opposition to the Company's answer to the petition to the Central Administrative Court on 15 March 2017.

On 30 March 2017, the Company submitted its petition to extend the submitting period of the opposition until 5 May 2017.

On 28 April 2017, the Company submitted its petition to extend the submitting period of the opposition until 4 June 2017.

On 29 May 2017, the Company submitted its petition to extend the submitting period of the opposition until 4 July 2017.

On 3 July 2017, the Company submitted its petition to extend the submitting period of the opposition until 19 July 2017.

On 19 July 2017, the Company submitted the opposition to the EXAT's answer to the Central Administrative Court.

At present, it is pending the Central Administrative Court's consideration.

31.1.5 Revision of toll rates of Sector D of the Si Rat Expressway for the year 2003

On 24 July 2008, the Company submitted a statement of claim requiring EXAT to compensate the Company for damages caused by the revision of toll rates of Sector D of the Si Rat Expressway for the year 2003, which was not in accordance with the Agreement, in the total amount of Baht 1,048.2 million.

On 22 February 2017, the Company submitted the closing statement to the Thai Arbitration Institute. EXAT submitted the closing statement on 15 May 2017.

At present, the dispute is pending the Arbitral Tribunal to render the judgment.

31.1.6 Revision of toll rates of the Chalerm Mahanakorn Expressway and the Si Rat Expressway for the year 2008

On 13 June 2013, the Company submitted a statement of claim to the Arbitral Tribunal requiring EXAT to compensate the Company for damages caused by the revision of toll rates (of the Chalerm Mahanakorn Expressway and the Si Rat Expressway) for the year 2008, which was not in accordance with the Agreement, in the total amount of Baht 9,091.8 million, together with interest under the Agreement.

On 7 February 2017, the Thai Arbitration Institute determined the appointment date to appoint the new Chairman of the Arbitral Tribunal replacing the former withdrawal. Both claimants mutually agreed to the prior proceedings without reconsideration and determined the date to precede with the additional 5 witnesses examinations in April and July of 2017.

EXAT has completed its 3 witness examinations.

On 17 October 2017, EXAT has submitted its request to submit an additional list of evidence together with the document evidences, and has concluded its presentation of evidences. There is no further dispute proceeding. The Thai Arbitration Institute therefore has determined the date for the Claimants to submit their closing statements within 22 December 2017.

At present, the dispute is pending for the Claimants to submit their closing statements.

31.1.7 Revision of toll rates of Sector D of the Si Rat Expressway for the year 2008

On 28 June 2013, the Company submitted a statement of claim to the Thai Arbitration Institute requiring EXAT to compensate the Company for damages caused by the revision of toll rates of Sector D of the Si Rat Expressway for the year 2008, which was not in accordance with the Agreement, together with interest calculated up to 31 May 2013, in the total amount of Baht 4,062.8 million, including interest under the Agreement.

At present, it is pending the required arbitration proceedings of the Thai Arbitration Institute.

31.1.8 Revision of toll rates of Udon Rattaya Expressway for the year 2003

On 22 October 2013, the subsidiary submitted a statement of claim to the Thai Arbitration Institute requiring EXAT to compensate the subsidiary for damages, caused by the revision of toll rates of the Udon Rattaya Expressway for the year 2003, which was not in accordance with the Agreement, in the amount of Baht 908.7 million, together with interest under the Agreement.

At present, it is pending the required arbitration proceedings of the Thai Arbitration Institute.

31.2 Disputes submitted by EXAT claiming for damages in 3 disputes, with the total amount until the date of submission of the disputes of approximately Baht 1,589.2 million

31.2.1 Construction of the Udon Rattaya Expressway, Phase 2

On 29 January 2016, EXAT submitted a statement of claim to the Thai Arbitration Institute requiring the subsidiary to complete the construction of the Udon Rattaya Expressway, Phase 2, in accordance with Clause 8.5 a. of the conditions of the Bang Pa-In - Pak Kret Expressway Agreement, and compensate for the amount of Baht 1,587.7 million, together with interest under the Agreement. The Agreement states that although the conditions of the Agreement to commence the construction has been fulfilled, the subsidiary shall not yet obliged to carry out the construction if EXAT breach of the Agreement causing the subsidiary to suffer financial set back materially. EXAT are in breach of the Agreement with the competing road and the revision of toll rates. Therefore, the subsidiary acquired its rights to not commence the construction and EXAT is not entitled to claim for indemnity.

The subsidiary submitted a letter appointing its arbitrator to the Thai Arbitration Institute on 6 January 2017.

EXAT submitted a letter appointing its arbitrator to the Thai Arbitration Institute on 20 April 2017.

At present, it is pending the required arbitration proceedings of the Thai Arbitration Institute.

31.2.2 Cost of utilization of the Control Center Building (Bang Phun)

On 27 February 2009, EXAT submitted a statement of claim to the Thai Arbitration Institute requiring the subsidiary to be responsible for the cost of utilisation of the Control Center Building (Bang Phun) in the amount of Baht 1.1 million, which the subsidiary was of the view that such cost claimed by EXAT was not within its scope of responsibility under the Agreement.

The Thai Arbitration Institute determined the appointment date to appoint the Chairman of the Arbitral Tribunal, identify the disputes and agreed on the arbitration proceedings on 6 June 2017.

On 6 June 2017, the Thai Arbitration Institute appointed the Chairman of the Arbitral Tribunal, identified the disputes and determined the witness examination dates for EXAT in October and November 2017 and for the Company in November 2017.

At present, it is pending the witness examination procedures.

31.2.3 Cost of arrangements of the entrance - exit and resolution of complaints

On 11 May 2007, EXAT submitted a statement of claim requiring the Company to be responsible for the cost of arrangements of the entrance - exit claimed by complainants, and the cost of free flow drains, in the total amount of Baht 0.4 million, which the Arbitral Tribunal rendered its arbitral award ruling that EXAT had no right to claim for such costs.

On 7 May 2014, EXAT submitted a petition for revocation of the arbitral award.

On 9 August 2017, the Central Administrative Court has determined the first trial date.

On 30 August 2017, the Central Administrative Court issued the judgment to revoke the arbitral award only on the second ground part - the cost of free flow drains. The Court rules that the Arbitral Tribunal has illegally received the claim because EXAT submitted the case when the ground part was precluded by prescription.

On 29 September 2017, the Company appealed the Central Administrative Court's judgment to the Supreme Administrative Court.

At present, it is pending the Supreme Administration Court's consideration.

Since the disputes are pending consideration, the Company and the subsidiary therefore did not record such entries in the financial statements.

32. Fair value hierarchy

The Company and its subsidiaries use the market approach to measure their assets and liabilities that are required to be measured at fair value by relevant financial reporting standards, except that the cost approach or income approach is used when there is no active market or when a quoted market price is not available.

Fair value hierarchy

In applying the above-mentioned valuation techniques, the Company and its subsidiaries endeavor to use relevant observable inputs as much as possible. TFRS 13 Fair Value Measurement establishes a fair value hierarchy categorising such inputs into three levels as follows:

Level 1 - Use of quoted market prices in an observable active market for such assets or liabilities

Level 2 - Use of other observable inputs for such assets or liabilities, whether directly or indirectly

Level 3 - Use of unobservable inputs such as estimates of future cash flows

As of 30 September 2017, the Company and its subsidiary had the following assets and liabilities that were measured at fair value using different levels of inputs as follows:

(Unit: Thousand Baht)

	Consolidated financial statement			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value				
Current investments				
Unit trusts	-	2,653	-	2,653
Financial liabilities measured at fair value				
Derivative				
Interest rate swap agreement	-	74	-	74

(Unit: Thousand Baht)

	Separate financial statement			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value				
Current investments				
Unit trusts	-	2,641	-	2,641
Financial liabilities measured at fair value				
Derivative				
Interest rate swap agreement	-	74	-	74

Valuation techniques and inputs to Level 2 valuations

The fair value of investments in unit trust has been determined from their net asset value as announced by Asset Management Company.

The fair value of derivatives has been determined by using a discounted future cash flow model and a valuation model technique. Most of the inputs used for the valuation are observable in the relevant market, such as interest rate yield curves.

33. Reclassification

The Company has reclassified certain accounts in the statements of financial position as at 31 December 2016 and 1 January 2016 and the income statement for the three-month and nine-month periods ended 30 September 2016 to conform to the current period presentation. The reclassifications, which had no effect on previously reported net profit or shareholders' equity, are as follows:

(Unit: Thousand Baht)

	Consolidated financial statements			
	As at 31 December 2016		As at 1 January 2016	
	As reclassified	As previously reported	As reclassified	As previously reported
Statement of financial position				
Current liabilities				
Trade and other payables	898,075	819,414	2,627,335	2,579,554
Other current liabilities	119,445	198,106	66,367	114,148

(Unit: Thousand Baht)

	Separate financial statements			
	As at 31 December 2016		As at 1 January 2016	
	As reclassified	As previously reported	As reclassified	As previously reported
Statement of financial position				
Current liabilities				
Trade and other payables	818,519	749,456	2,580,488	2,538,959
Other current liabilities	108,205	177,268	57,940	99,469

(Unaudited but reviewed)

(Unit: Thousand Baht)

For the three-month period ended 30 September 2016

	Consolidated financial statements		Separate financial statements	
	As reclassified	As previously reported	As reclassified	As previously reported
Income statement				
Cost of expressway business	376,507	343,154	314,407	281,054
Cost of rail business	600,801	490,830	600,801	490,830
Amortisation on intangible asset under concession agreement of the MRT				
Blue Line Project	111,466	221,437	107,566	217,537
Administrative expenses	222,087	250,127	205,113	233,778
Finance cost	290,883	296,196	294,456	299,145

(Unit: Thousand Baht)

For the nine-month period ended 30 September 2016

	Consolidated financial statements		Separate financial statements	
	As reclassified	As previously reported	As reclassified	As previously reported
Income statement				
Cost of expressway business	1,027,786	935,013	857,044	764,271
Cost of rail business	1,476,746	1,174,716	1,476,746	1,174,716
Amortisation on intangible asset under concession agreement of the MRT				
Blue Line Project	316,177	618,207	304,813	606,843
Administrative expenses	612,544	694,004	564,225	647,560
Finance cost	1,050,154	1,061,467	1,041,398	1,050,836

34. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's authorised directors on 9 November 2017.