

ARIP Public Company Limited
Review report and interim financial statements
For the three-month period ended 31 March 2018



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Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of ARIP Public Company Limited

I have reviewed the accompanying statement of financial position of ARIP Public Company Limited as at 31 March 2018, the related statements of comprehensive income, changes in shareholders' equity, and cash flows for the three-month period then ended, as well as the condensed notes to the financial statements. 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*.

Chayapol Suppasdtanon

Certified Public Accountant (Thailand) No. 3972

EY Office Limited


Bangkok: 8 May 2018

ARIP Public Company Limited
Statement of financial position


(Unit: Thousand Baht)

	Note	31 March 2018 (Unaudited but reviewed)	31 December 2017 (Audited)
Assets			
Current assets			
Cash and cash equivalents	3	112,458	100,521
Current investments	4	850	850
Trade and other receivables	2, 5	33,791	46,754
Inventories	6	200	332
Deferred service costs		118	85
Other current assets		2,343	1,940
Total current assets		149,760	150,482
Non-current assets			
Restricted bank deposit	7	11,500	11,500
Property, building and equipment	8	48,649	49,267
Intangible asset	9	3,943	4,841
Withholding tax deducted at source		12,050	11,061
Deposits		193	193
Deferred tax assets	12	4,959	5,035
Total non-current assets		81,294	81,897
Total assets		231,054	232,379

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


(นางเอี่ยมพร ปัญญาไต้)
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

(นางเอี่ยมพร ปัญญาไต้)
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ARIP Public Company Limited
Statement of financial position (continued)

(Unit: Thousand Baht)

	Note	31 March 2018 (Unaudited but reviewed)	31 December 2017 (Audited)
Liabilities and shareholders' equity			
Current liabilities			
Trade and other payables	2, 10	15,772	16,962
Current portion of liabilities under finance lease agreement		337	332
Other current liabilities		3,818	4,235
Total current liabilities		<u>19,927</u>	<u>21,529</u>
Non-current liabilities			
Liabilities under finance lease agreement - net of current portion		1,357	1,443
Reserve for long-term employee benefits	11	6,556	6,346
Total non-current liabilities		<u>7,913</u>	<u>7,789</u>
Total liabilities		<u>27,840</u>	<u>29,318</u>
Shareholders' equity			
Share capital			
Registered			
466,000,000 ordinary shares of Baht 0.25 each		116,500	116,500
Issued and fully paid			
466,000,000 ordinary shares of Baht 0.25 each		116,500	116,500
Share premium		83,465	83,465
Retained earnings (deficit)			
Appropriated - statutory reserve		11,650	11,650
Deficit		(8,401)	(8,554)
Total shareholders' equity		<u>203,214</u>	<u>203,061</u>
Total liabilities and shareholders' equity		<u>231,054</u>	<u>232,379</u>

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


 (นางเชอมนพร บัญญาไต้)
 Directors


 ARIP Public Company Limited
 112/112 ถนนวิภาวดีรังสิต แขวงจตุจักร เขตจตุจักร กรุงเทพมหานคร 10310

(Unaudited but reviewed)

ARIP Public Company Limited

Statement of comprehensive income

For the three-month period ended 31 March 2018


(Unit: Thousand Baht)

	Note	2018	2017
Revenues			
Service and license income		33,569	42,250
Sales		245	1,040
Interest income		171	109
Other income		1	8
Total revenues		33,986	43,407
Expenses			
Cost of sales, services and license		24,430	33,696
Selling expenses		158	234
Administrative expenses		9,126	9,254
Total expenses		33,714	43,184
Profit before finance cost and income tax		272	223
Finance cost		(43)	(19)
Profit before income tax		229	204
Tax expense	12	(76)	(57)
Profit for the period		153	147
Other comprehensive income:			
Other comprehensive income		-	-
Total comprehensive income for the period		153	147
Earnings per share (Unit: Baht)			
Basic earnings per share			
Profit for the period		0.0003	0.0003

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


(นางเดือนพร ปัญญาใส)
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ARIP Public Company Limited
บริษัท อริป จำกัด
เลขที่ 101 ถนนวิภาวดีรังสิต แขวงสามเสนใน เขตพญาไท กรุงเทพมหานคร 10710


(นายเดือนพร ปัญญาใส)
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(Unaudited but reviewed)

ARIP Public Company Limited

Statement of changes in shareholders' equity


For the three-month period ended 31 March 2018


(Unit: Thousand Baht)

	Issued and fully paid capital	Share premium	Retained earnings (deficit)		Total
			Appropriated - statutory reserve	Deficit	
Balance as at 1 January 2017	116,500	83,465	11,650	(10,610)	201,005
Profit for the period	-	-	-	147	147
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	147	147
Balance as at 31 March 2017	116,500	83,465	11,650	(10,463)	201,152
Balance as at 1 January 2018	116,500	83,465	11,650	(8,554)	203,061
Profit for the period	-	-	-	153	153
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	153	153
Balance as at 31 March 2018	116,500	83,465	11,650	(8,401)	203,214

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


(นางเจ็อมพร ป็ญญาไส)
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ARIP
ARIP Public Company Limited
บริษัท อริป จำกัด


(นางเจ็อมพร ป็ญญาไส)
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(Unaudited but reviewed)

ARIP Public Company Limited


Cash flows statement


For the three-month period ended 31 March 2018


(Unit: Thousand Baht)

	2018	2017
Cash flows from operating activities		
Profit before tax	229	204
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:		
Depreciation and amortisation	1,871	2,011
Doubtful accounts (reversal)	(10)	10
Diminution in inventories to net realisable value	74	36
Amortisation of deferred service costs	1,713	8,911
Gain on sale of equipment	-	(6)
Long-term employee benefits expense	210	203
Interest income	(171)	(109)
Interest expense	27	-
Profit from operating activities before changes in operating assets and liabilities	3,943	11,260
Operating assets (increase) decrease		
Trade and other receivables	13,015	36,644
Inventories	58	76
Deferred service costs	(1,746)	(6,889)
Other current assets	(403)	1,062
Operating liabilities increase (decrease)		
Trade and other payables	(1,190)	(199)
Other current liabilities	(417)	(2,156)
Cash flows from operating activities	13,260	39,798
Cash received from withholding tax refundable	-	5,440
Cash paid for income tax	(989)	(1,119)
Net cash flows from operating activities	12,271	44,119

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


(นางเดือนพร ปัญญาไส)
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ARIP Public Company Limited
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(นายบุญเดือนไฟโรจน์)
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(Unaudited but reviewed)

ARIP Public Company Limited


Cash flows statement (continued)


For the three-month period ended 31 March 2018


(Unit: Thousand Baht)

	2018	2017
Cash flows from investing activities		
Acquisitions of equipment	(130)	(333)
Acquisitions of intangible assets	(225)	(4)
Proceeds from sales of equipment	-	6
Interest income	129	71
Net cash flows used in investing activities	(226)	(260)
Cash flows from financing activities		
Repayment of liabilities under finance lease agreement	(81)	-
Cash paid for interest expenses	(27)	-
Net cash flows used in financing activities	(108)	-
Net increase in cash and cash equivalents	11,937	43,859
Cash and cash equivalents at beginning of the period	100,521	44,329
Cash and cash equivalents at end of the period (Note 3)	112,458	88,188

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


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ARIP Public Company Limited

Notes to interim financial statements

For the three-month period ended 31 March 2018

1. General information

1.1 Corporate information

ARIP Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. The Company is principally engaged in the management of events and marketing activities, the production and distribution of IT-related publications, and the placement of advertisements. The registered office of the Company is at 99/16-20 Ratchadapisek Road, Din Daeng, Bangkok.

1.2 Basis for the preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 Interim Financial Reporting, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, 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 New financial reporting standards

(a) Financial reporting standards that became effective in the current year

During the period, the Company has adopted the revised financial reporting standards and interpretations (revised 2017) which are effective for fiscal years beginning on or after 1 January 2018. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes and clarifications directed towards disclosures in the notes to financial statements. The adoption of these financial reporting standards does not have any significant impact on the Company's financial statements.

(b) Financial reporting standard that will become effective in the future

During the period, the Federation of Accounting Professions issued the financial reporting standard TFRS 15 Revenue from Contracts with Customers, which is effective for fiscal years beginning on or after 1 January 2019. Key principles of this standard are summarized below.

TFRS 15 Revenue from Contracts with Customers

TFRS 15 supersedes TAS 11 Construction Contracts and TAS 18 Revenue, together with related Interpretations. Entities are to apply this standard to all contracts with customers unless those contracts fall within the scope of other standards. The standard establishes a five-step model to account for revenue arising from contracts with customers, with revenue being recognized at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The standard requires entities to exercise judgement, taking into consideration all of the relevant facts and circumstances when applying each step of the model.

At present, the management of the Company is evaluating the impact of this standard to the financial statements in the year when it is adopted.

1.4 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 2017. The Company has additional accounting policy as follow:

License income

License income is recognised as revenue on delivery of the right to use program, provided that there are no, or insignificant, post delivery obligations.

2. Related party transactions

The relationships between the Company and related parties are summarised below.

Name	Relationship
Advance Research Group Co., Ltd.	Common shareholders/Common directors
Business Online Public Company Limited	Common shareholders/Common directors
SVOA Public Company Limited	Common shareholders/Common directors
Core and Peak Co., Ltd	Common shareholders/Common directors
D2 Systems Co., Ltd	Common shareholders/Common directors
Anet Co., Ltd	Common shareholders/Common directors
(บริษัท อีอาร์ แอควาท์ จำกัด) A.R. Accounting Consultant Co., Ltd	Common shareholders/Common directors

(Unaudited but reviewed)

Name	Relationship
ARIT Co., Ltd	Common shareholders/Common directors
D & B (Thailand) Co., Ltd.	Common shareholders/Common directors
Lease It Public Company Limited	Common shareholders/Common directors
Dataone Asia (Thailand) Co., Ltd	Common shareholders/Common directors
BOL Digital Co., Ltd.	Common shareholders/Common directors
Bioborne Co., Ltd.	Common shareholders/Common directors
National Credit Bureau Co., Ltd.	Common directors
SPVI Public Company Limited	Common directors
IT City Public Company Limited	Common directors
Thai Beverage Public Company Limited	Common directors
Bangkok Union Insurance Public Company Limited	Common directors
Siam Steel International Public Company Limited	Common directors
UBM Asia (Thailand) Co., Ltd.	Common directors
Kang Yong Electric Public Company Limited	Common directors
Jubilee Enterprise Public Company Limited	Common directors
Asys Computer Co., Ltd.	Common directors
Khon Kaen Sugar Industry Public Company Limited	Common directors
Keppel Communications Pte. Ltd.	Parent company of a major shareholder

During the periods, the Company had significant business transactions with related parties. Such transactions, which are summarised below were concluded on commercial terms and bases agreed upon between the Company and those related parties.

(Unit: Million Baht)

For the three-month periods ended		Pricing policy
31 March 2018	31 March 2017	

Transactions with related parties

Revenue

Advertising income	-	1	Market price
Revenue from management of event	6	4	Market price

Expenses

Advertising and marketing expenses	-	-	Agreed upon basis
Other service fee	1	-	Cost plus margin

(ในรูปของหน่วยเงินบาท)

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(Unaudited but reviewed)

The balances of the accounts between the Company and those related parties are as follows:

	(Unit: Thousand Baht)	
	31 March 2018	31 December 2017
Trade and other receivables - related parties (Note 5)		
Related companies (related by common shareholders and directors)	7,044	10,194
Trade and other payables - related parties (Note 10)		
Related companies (related by common shareholders and directors)	1,652	2,039

Directors and management's benefits

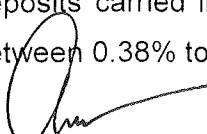
During the three-month periods ended 31 March 2018 and 2017, the Company had employee benefit expenses payable to their directors and management as below.

	(Unit: Thousand Baht)	
	For the three-month periods ended 31 March	
	2018	2017
Short-term employee benefits	3,218	3,161
Post-employment benefits	95	81
Total	3,313	3,242


3. Cash and cash equivalents

	(Unit: Thousand Baht)	
	31 March 2018	31 December 2017
Cash	130	130
Bank deposits	112,328	100,391
Total	112,458	100,521

As at 31 March 2018, bank deposits in current account, saving accounts and fixed deposits carried interests between 0.38% to 0.60% per annum (31 December 2017: between 0.38% to 1.10% per annum).


(นางเชอมนพร บัญญาไส)
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(Unaudited but reviewed)

4. **Current investments**

As at 31 March 2018, the Company had invested in fixed deposits with a maturity of more than 3 months totalling Baht 0.9 million (31 December 2017: Baht 0.9 million). The fixed deposits carried interests between 0.90% - 1.00% per annum (31 December 2017: between 0.90% - 1.00% per annum).

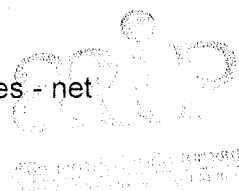
5. **Trade and other receivables**

(Unit: Thousand Baht)

	31 March 2018	31 December 2017
Trade receivables - related parties (Note 2)		
Aged on the basis of due dates		
Not yet due	2,577	8,590
Past due		
Up to 3 months	711	1,204
Total trade receivables - related parties	<u>3,288</u>	<u>9,794</u>
Trade receivables - unrelated parties		
Aged on the basis of due dates		
Not yet due	10,164	19,148
Past due		
Up to 3 months	2,476	2,477
6 - 12 months	-	57
Over 12 months	718	671
Total	<u>13,358</u>	<u>22,353</u>
Less: Allowance for doubtful debts	<u>(718)</u>	<u>(728)</u>
Total trade receivables - unrelated parties, net	<u>12,640</u>	<u>21,625</u>
Total trade receivables - net	<u>15,928</u>	<u>31,419</u>
Other receivables		
Accrued income - related parties (Note 2)	3,756	400
Accrued income - unrelated parties	5,777	4,890
Retention receivables	8,180	8,554
Advance payments	150	70
Others	-	1,420
Total other receivables	<u>17,863</u>	<u>15,335</u>
Trade and other receivables - net	<u>33,791</u>	<u>46,754</u>

(นางเดือนพร บัญญาไส)

กรรมการ



(กรรมการ) 33,791 (บาท)

กรรมการ

(Unaudited but reviewed)

6. Allowance for diminution in value of inventories

Movements in the allowance for diminution in value of inventories account during the three-month period ended 31 March 2018 are summarised below.

(Unit: Thousand Baht)

Balance as at 1 January 2018	589
Add: Increase during the period	74
Balance as at 31 March 2018	<u>663</u>

7. Restricted bank deposits

As at 31 March 2018 and 31 December 2017, restricted bank deposits are detailed below.

- 12 months fixed deposit of Baht 6.0 million pledged with a bank to secure bank overdrafts facility of Baht 5.0 million and bank guarantee facility of Baht 20.0 million.
- 6 months fix deposit of Baht 0.5 million and saving bank deposit of Baht 5.0 million pledged with banks to secure the issuance of bank guarantees granted by the banks to the Company.

8. Property, building and equipment

Movements of the property, building and equipment account during the three-month period ended 31 March 2018 are summarised below.

(Unit: Thousand Baht)

Net book value as at 1 January 2018	49,267
Acquisitions during period - at cost	130
Depreciation for period	(748)
Net book value as at 31 March 2018	<u>48,649</u>

9. Intangible assets

Movements of intangible assets during the three-month period ended 31 March 2018 are summarised below.

(Unit: Thousand Baht)

Net book value as at 1 January 2018	4,841
Acquisitions during period - at cost	225
Amortisation for period	(1,123)
Net book value as at 31 March 2018	<u>3,943</u>

(นางเดือนพร ปัญญาใส)

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(Unaudited but reviewed)

10. Trade and other payables

(Unit: Thousand Baht)

	31 March 2018	31 December 2017
Trade payables - related parties (Note 2)	823	2,039
Trade payables - unrelated parties	7,799	7,213
Accrued expenses - related parties (Note 2)	829	-
Accrued expenses - unrelated parties	6,321	7,710
Total	15,772	16,962


11. Provision for long-term employee benefits

Provision for long-term employee benefits as at 31 March 2018 and 31 December 2017, which is compensations on employees' retirement, was as follows:


(Unit: Thousand Baht)

	31 March 2018	31 December 2017
Provision for long-term employee benefits at beginning of period	6,346	5,641
Included in profit or loss:		
Current service cost	177	677
Interest cost	33	137
Included in other comprehensive income:		
Actuarial loss arising from:		
Demographic assumptions changes	-	124
Benefit paid during the period	-	(233)
Provision for long-term employee benefits at end of period	6,556	6,346

Long-term employee benefit expenses included in profit or loss for the three-month period ended 31 March 2018 amounted to Baht 0.2 million (2017: Baht 0.2 million).


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(นายสมชาย ใจดี)
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(Unaudited but reviewed)

12. Income tax

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 for the three-month periods ended 31 March 2018 and 2017 is made up as follows:

(Unit: Thousand Baht)

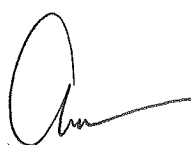
For the three-month
periods ended 31 March

	2018	2017
Current income tax:		
Interim corporate income tax charged	-	-
Deferred tax:		
Relating to origination and reversal of temporary differences	76	57
Tax expense reported in the statement of comprehensive income	<u>76</u>	<u>57</u>


As of 31 March 2018 and 31 December 2017, the components of deferred tax assets are as follows:

(Unit: Thousand Baht)

	31 March 2018	31 December 2017
Deferred tax assets		
Allowance for doubtful accounts	144	146
Allowance for diminution in value of inventories	133	118
Provision for long-term employee benefits	1,311	1,269
Tax losses	3,371	3,502
Total	<u>4,959</u>	<u>5,035</u>


(นางเดียมพร ปัญญาไส)
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(นางบุญเดือนดี ทรัพย์)
กรรมการ

(Unaudited but reviewed)

13. Segment information

The Company is organised into business units based on its products and services. During the current period, the Company has not changed the organisation of its reportable segments.

The following tables present revenue information regarding the Company's operating segments for the three-month periods ended 31 March 2018 and 2017, respectively.

(Unit: Thousand Baht)

For the three-month period ended 31 March 2018						
	Printing media	Management of events	Digital media	Total segments	Elimination of inter-segment revenues	Total
Revenue						
Revenue from external customers	9,582	15,396	8,836	33,814	-	33,814
Inter-segment revenue	-	-	-	-	-	-
Total revenue	9,582	15,396	8,836	33,814	-	33,814
Operating result						
Segment profit (loss)	1,739	(1,059)	(580)	100	-	100
Finance cost						(43)
Other income						172
Profit before income tax						229
Tax expense						(76)
Profit for the period						153

(Unit: Thousand Baht)

For the three-month period ended 31 March 2017						
	Printing media	Management of events	Digital media	Total segments	Elimination of inter-segment revenues	Total
Revenue						
Revenue from external customers	8,654	26,575	8,061	43,290	-	43,290
Inter-segment revenue	82	-	10	92	(92)	-
Total revenue	8,736	26,575	8,071	43,382	(92)	43,290
Operating result						
Segment profit (loss)	236	(696)	566	106	-	106
Finance cost						(19)
Other income						117
Profit before income tax						204
Tax expense						(57)
Profit for the period						147

(นางเชื้อมพร ปัญญาไฟ)
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บริษัท ไทยพาณิชย์ จำกัด
มหาชน

นางสาว อรุณรัตน์
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14. Commitments and contingent liabilities

14.1 Operating lease and service commitments

The Company has entered into operating lease agreements in respect of the lease of motor vehicles and service agreements. The term of agreements is generally 1 and 5 years. These agreements are non-cancellable.

As at 31 March 2018 and 31 December 2017, minimum lease payments, required under these non-cancellable operating agreements contracts were as follows.


	(Unit: Million Baht)	
	<u>31 March 2018</u>	<u>31 December 2017</u>
Payable:		
In up to 1 year	6.2	7.6
In over 1 and up to 5 years	0.4	0.6

14.2 Bank guarantees


As at 31 December 2017, there were outstanding bank guarantee of approximately Baht 0.2 million issued by bank on behalf of the Company to guarantee for performance obligation (31 March 2018: Nil).

15. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 8 May 2018.


(นางเชื่อมพร ปัญญาไธ)
กรรมการ




(นายณัฐ เว็ชชากร)
กรรมการ