

**Nation Multimedia Group Public Company Limited
and its Subsidiaries**

Condensed interim financial statements
for the three-month and nine-month periods ended
30 September 2019
and
Independent auditor's review report



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Independent Auditor's Report on Review of Interim Financial Information

To the Board of Directors of Nation Multimedia Group Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of Nation Multimedia Group Public Company Limited and its subsidiaries, and of Nation Multimedia Group Public Company Limited, respectively, as at 30 September 2019; the consolidated and separate statements of comprehensive income for the three-month and nine-month periods ended 30 September 2019, and the consolidated and separate statements of changes in equity and cash flows for the nine-month period ended 30 September 2019; and condensed notes ("interim financial information"). 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".



Emphasis of Matter

I draw attention to Note 2, which indicates that for the three-month and nine-month periods ended 30 September 2019, the Group incurred net profit of Baht 74.96 million and Baht 129.34 million, respectively. If excluded the recognition of the excess of compensation from returning digital television licence amounting to Baht 331.35 million and gain on disposal of investment in associate amounting to Baht 180.36 million, the Group incurred net loss of Baht 105.40 million and Baht 382.37 million, respectively. In addition, the Company incurred net loss for the three-month and the nine-month periods ended 30 September 2019 of Baht 74.95 million and Baht 288.69 million, respectively. As of that date, the Group's and the Company's total current liabilities exceeded its total current assets by Baht 76.18 million and Baht 430.90 million, respectively and had deficit of Baht 3,083.88 million and Baht 3,420.83 million, respectively. These events or conditions, along with other matters as set forth in Note 2, indicate that a material uncertainty exists that may cast significant doubt on the Group's and the Company's ability to continue as a going concern, which describes the following matters. My conclusion is not modified in respect of these matters.

(Sasithorn Pongadisak)
Certified Public Accountant
Registration No. 8802

KPMG Phoomchai Audit Ltd.
Bangkok
24 March 2020

Nation Multimedia Group Public Company Limited and its Subsidiaries
Statement of financial position

		Consolidated financial statements		Separate financial statements	
		30 September 2019 (Unaudited but reviewed)	31 December 2018	30 September 2019 (Unaudited but reviewed)	31 December 2018
Assets	<i>Note</i>				
<i>(in thousand Baht)</i>					
Current assets					
Cash and cash equivalents		95,260	168,895	25,663	24,120
Current investments	5	2,850	230	-	-
Trade accounts receivable	4, 6	127,457	205,429	366,654	409,540
Accrued income	4	101,956	87,317	26,337	13,891
Other receivables	4	57,260	68,134	65,360	547,446
Inventories		1,552	2,961	446	880
Revenue department receivable		145,600	127,273	8,238	13,460
Input value added tax pending		61,921	75,978	34,654	35,938
Total current assets		593,856	736,217	527,352	1,045,275
Non-current assets					
Restricted deposits		1,400	1,150	250	-
Investments in associates	8	21,397	188,468	1,800	318,177
Investments in subsidiaries	9	-	-	319,839	319,589
Long-term investment in related party		-	-	-	-
Long-term investments in other companies	5	2,263	2,263	2,263	2,263
Investment properties		30,721	81,083	22,669	68,968
Property, plant and equipment	10	147,166	407,103	82,182	326,065
Intangible assets		18,457	17,350	5,631	4,924
Digital television licences	11	346,287	2,086,896	-	-
Withholding tax deducted at source		221,011	212,821	95,913	108,906
Other non-current assets		19,566	22,136	5,288	8,651
Total non-current assets		808,268	3,019,270	535,835	1,157,543
Total assets		1,402,124	3,755,487	1,063,187	2,202,818

The accompanying notes form an integral part of the interim financial statements.

Nation Multimedia Group Public Company Limited and its Subsidiaries
Statement of financial position

		Consolidated		Separate	
		financial statements		financial statements	
		30 September	31 December	30 September	31 December
Liabilities and equity	Note	2019	2018	2019	2018
		(Unaudited but reviewed)		(Unaudited but reviewed)	
(in thousand Baht)					
Current liabilities					
Bank overdrafts and short-term loans from financial institutions	12	188,853	620,047	188,853	620,047
Trade accounts payable	4	102,505	212,604	558,463	580,578
Other payables	4	24,250	70,985	36,990	34,523
Deferred income		21,797	32,032	21,797	-
Advance income		35,129	27,582	26,604	14,466
Current portion of digital television licences payable	11	49,899	-	-	-
Current portion of long-term loan from financial institution	12	16,050	187,167	-	187,167
Short-term loans	4, 12	-	323,528	-	323,528
Accrued expenses	4	145,170	180,487	92,779	76,518
Output value added tax pending		75,145	88,255	28,731	29,951
Other current liabilities		11,240	20,128	4,033	4,460
Total current liabilities		670,038	1,762,815	958,250	1,871,238
Non-current liabilities					
Digital television licences payable	11	-	1,448,808	-	-
Long-term loan from financial institution	12	31,950	-	-	-
Deferred tax liabilities		6,388	8,051	6,388	8,051
Non-current provisions for employee benefit		136,588	103,501	91,624	23,423
Advance received of advertising income		43,162	47,380	43,162	47,380
Other non-current liabilities		568	846	568	846
Total non-current liabilities		218,656	1,608,586	141,742	79,700
Total liabilities		888,694	3,371,401	1,099,992	1,950,938
Equity					
Share capital					
Authorised share capital		2,663,572	2,663,572	2,663,572	2,663,572
Issued and paid share capital		2,156,024	2,156,024	2,156,024	2,156,024
Share premium					
Share premium on ordinary shares		1,169,752	1,169,752	1,169,752	1,169,752
Share premium on ordinary shares of subsidiaries		80,722	80,722	-	-
Retained earnings (Deficit)					
Appropriated - Legal reserve		32,700	32,700	32,700	32,700
Deficit		(3,083,878)	(3,235,332)	(3,420,829)	(3,138,797)
Other components of equity		25,548	32,201	25,548	32,201
Equity attributable to owners of the parent		380,868	236,067	(36,805)	251,880
Non-controlling interests		132,562	148,019	-	-
Total equity		513,430	384,086	(36,805)	251,880
Total liabilities and equity		1,402,124	3,755,487	1,063,187	2,202,818

The accompanying notes form an integral part of the interim financial statements.

Nation Multimedia Group Public Company Limited and its Subsidiaries

Statement of comprehensive income (Unaudited but reviewed)

		Consolidated financial statements		Separate financial statements	
		Three-month period ended		Three-month period ended	
		30 September		30 September	
	Note	2019	2018	2019	2018
		(in thousand Baht)			
Continuing operations					
Revenues					
Revenues from sale of goods and rendering of services	4, 13	286,553	370,031	124,963	64,866
Investment income		20	50	-	-
Gain on disposal of investment in associate	8	180,362	-	140	-
Other income	4, 11	33,980	22,577	6,405	1,250
Total revenues		500,915	392,658	131,508	66,116
Expenses					
Cost of sales of goods and rendering of services	4	247,517	266,446	70,959	31,252
Selling expenses	4	46,645	34,873	34,949	-
Administrative expenses	4	112,763	74,874	79,417	111,372
(Reversal of) losses on allowance for doubtful account		(2,629)	13,910	11,833	(42,748)
Impairment losses on assets		4,782	1,685	-	1,685
Finance costs	4	14,464	34,950	9,300	27,945
Total expenses		423,542	426,738	206,458	129,506
Share of loss of investment in associate		(2,415)	(1,665)	-	-
Profit (loss) before income tax expense from continuing operations					
		74,958	(35,745)	(74,950)	(63,390)
Tax benefit		-	3,889	-	-
Profit (loss) for the period from continuing operations		74,958	(31,856)	(74,950)	(63,390)
Discontinued operation					
Loss for the period from discontinued operation, net of tax	7	-	(81,291)	-	-
Profit (loss) for the period		74,958	(113,147)	(74,950)	(63,390)
Total comprehensive income (expense) for the period		74,958	(113,147)	(74,950)	(63,390)

The accompanying notes form an integral part of the interim financial statements.

Nation Multimedia Group Public Company Limited and its Subsidiaries

Statement of comprehensive income (Unaudited but reviewed)

	Consolidated financial statements		Separate financial statements	
	Three-month period ended 30 September		Three-month period ended 30 September	
	2019	2018	2019	2018
	<i>(in thousand Baht)</i>			
Profit (loss) attributable to				
Owners of the parent	78,359	(95,041)	(74,950)	(63,390)
Non-controlling interests	(3,401)	(18,106)	-	-
Profit (loss) for the period	74,958	(113,147)	(74,950)	(63,390)
Total comprehensive income (expense) attributable to				
Owners of the parent	78,359	(95,041)	(74,950)	(63,390)
Non-controlling interests	(3,401)	(18,106)	-	-
Total comprehensive income (expense) for the period	74,958	(113,147)	(74,950)	(63,390)
Basic earnings (loss) per share <i>(in Baht)</i>				
Earnings (loss) per share from continuing operations	0.019	(0.012)	(0.018)	(0.016)
Loss per share from discontinued operations	-	(0.011)	-	-

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Nation Multimedia Group Public Company Limited and its Subsidiaries

Statement of comprehensive income (Unaudited but reviewed)

		Consolidated		Separate	
		financial statements		financial statements	
		Nine-month period ended		Nine-month period ended	
		30 September		30 September	
Note		2019	2018	2019	2018
		(in thousand Baht)			
Continuing operations					
Revenues					
Revenues from sale of goods and rendering of services	4, 13	900,862	1,055,349	304,427	219,693
Investment income		353	279	15	32
Excess of compensation from returning digital television licence	11	331,354	-	-	-
Gain on disposal of investment in associate	8	180,362	-	140	-
Other income	4, 11	82,253	74,452	18,015	25,550
Total revenues		1,495,184	1,130,080	322,597	245,275
Expenses					
Cost of sales of goods and rendering of services	4	800,660	785,284	171,352	95,895
Selling expenses	4	153,073	86,213	73,136	20,534
Administrative expenses	4	306,050	321,037	213,176	235,535
(Reversal of) losses on allowance for doubtful account		(4,208)	(5,208)	98,173	(36,481)
Impairment losses on assets	9	4,782	3,441	-	322,039
Finance costs	4	76,230	119,863	57,108	91,021
Total expenses		1,336,587	1,310,630	612,945	728,543
Share of loss of investment in associate	8	(30,916)	(1,732)	-	-
Profit (loss) before income tax expense from continuing operations					
		127,681	(182,282)	(290,348)	(483,268)
Tax benefit (expense)		1,663	(46,072)	1,663	(18,053)
Profit (loss) for the period from continuing operations		129,344	(228,354)	(288,685)	(501,321)
Discontinued operation					
Loss for the period from discontinued operation, net of tax	7	-	(174,312)	-	-
Profit (loss) for the period		129,344	(402,666)	(288,685)	(501,321)
Total comprehensive income (expense) for the period		129,344	(402,666)	(288,685)	(501,321)

The accompanying notes form an integral part of the interim financial statements.

Nation Multimedia Group Public Company Limited and its Subsidiaries

Statement of comprehensive income (Unaudited but reviewed)

	Consolidated financial statements		Separate financial statements	
	Nine-month period ended		Nine-month period ended	
	30 September		30 September	
	2019	2018	2019	2018
	<i>(in thousand Baht)</i>			
Profit (loss) attributable to				
Owners of the parent	144,801	(354,355)	(288,685)	(501,321)
Non-controlling interests	(15,457)	(48,311)	-	-
Profit (loss) for the period	129,344	(402,666)	(288,685)	(501,321)
Total comprehensive income (expense) attributable to				
Owners of the parent	144,801	(354,355)	(288,685)	(501,321)
Non-controlling interests	(15,457)	(48,311)	-	-
Total comprehensive income (expense) for the period	129,344	(402,666)	(288,685)	(501,321)
Basic earnings (loss) per share <i>(in Baht)</i>				
Earnings (loss) per share from continuing operations	0.036	(0.053)	(0.071)	(0.123)
Loss per share from discontinued operations	-	(0.034)	-	-

The accompanying notes form an integral part of the interim financial statements.

Nation Multimedia Group Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited but reviewed)

	Consolidated financial statements												
	Retained earnings (deficit)					Other components of equity							
	Issued and paid-up share capital	Share premium	Share premium of subsidiaries	Warrants	Reserve on acquisition of warrants	Legal reserve	Deficit	Available-for-sale investments	Revaluation surplus	Total other components of equity	Equity attributable to owners of the parent / (capital deficiency)	Non-controlling interests	Total equity/(capital deficiency)
(in thousand Baht)													
Nine-month period ended 30 September 2018	2,155,959	1,169,694	96,939	35,345	(91,013)	32,700	(3,556,270)	(4)	167,165	167,161	10,515	124,005	134,520
Balance at 1 January 2018													
Transactions with owners, recorded directly in equity													
Contributions by and distributions to owners of the parent													
Shares options exercised	65	58	-	-	-	-	-	-	-	-	123	-	123
Share-based payment transactions	-	-	-	989	-	-	-	-	-	-	989	261	1,250
Total contributions by and distributions to owners of the parent	65	58	-	989	-	-	-	-	-	-	1,112	261	1,373
Changes in ownership interest in subsidiaries													
Disposals of non-controlling interest without a change in control	-	-	-	-	-	-	-	-	-	-	-	(30,769)	(30,769)
Total changes in ownership interests in subsidiaries	-	-	-	-	-	-	-	-	-	-	-	(30,769)	(30,769)
Total transactions with owners, recorded directly in equity	65	58	-	989	-	-	-	-	-	-	1,112	(30,508)	(29,396)
Comprehensive expense for the period													
Loss	-	-	-	-	-	-	(354,355)	-	-	-	(354,355)	(48,311)	(402,666)
Total comprehensive expense for the period	-	-	-	-	-	-	(354,355)	-	-	-	(354,355)	(48,311)	(402,666)
Transfer to deficit	-	-	-	(36,334)	91,013	-	40,312	-	(94,991)	(94,991)	-	-	-
Balance at 30 September 2018	2,156,024	1,169,752	96,939	-	-	32,700	(3,870,313)	(4)	72,174	72,170	(342,728)	45,186	(297,542)

The accompanying notes form an integral part of the interim financial statements.

Nation Multimedia Group Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited but reviewed)

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The accompanying notes form an integral part of the interim financial statements.

Nation Multimedia Group Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited but reviewed)

	Separate financial statements						
	Issued and paid-up share capital	Share premium	Warrants	Legal reserve	Available-for-sale investments	Revaluation surplus	Total other components of equity
				Deficit			equity/(capital deficiency)
				(in thousand Baht)			
Nine-month period ended 30 September 2018							
Balance at 1 January 2018	2,155,959	1,169,694	30,743	32,700	(4)	32,205	318,554
Transactions with owners, recorded directly in equity							
<i>Contributions by and distributions to owners</i>							
Shares options exercised	65	58	-	-	-	-	123
Share-based payment transactions	-	-	343	-	-	-	343
Total contributions by and distributions to owners	65	58	343	-	-	-	466
Total transactions with owners, recorded directly in equity	65	58	343	-	-	-	466
Comprehensive expense for the period							
Loss	-	-	-	-	(501,321)	-	(501,321)
Total comprehensive expense for the period	-	-	-	-	(501,321)	-	(501,321)
Transfer to deficit	-	-	(31,086)	-	31,086	-	-
Balance as at 30 September 2018	2,156,024	1,169,752	-	32,700	(4)	32,205	(182,301)

The accompanying notes form an integral part of the interim financial statements.

Nation Multimedia Group Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited but reviewed)

	Separate financial statements						
	Retained earnings (deficit)		Other components of equity				
	Issued and paid-up share capital	Share premium	Legal reserve	Deficit (in thousand Baht)	Available- for-sale investments	Revaluation surplus of equity components	Total equity/(capital deficiency)
Nine-month period ended 30 September 2019							
Balance at 1 January 2019	2,156,024	1,169,752	32,700	(3,138,797)	(4)	32,205	251,880
Comprehensive expense for the period							
Loss	-	-	-	(288,685)	-	-	(288,685)
Total comprehensive expense for the period	-	-	-	(288,685)	-	-	(288,685)
Transfer to deficit	-	-	-	6,653	-	(6,653)	-
Balance as at 30 September 2019	2,156,024	1,169,752	32,700	(3,420,829)	(4)	25,552	(36,805)

The accompanying notes form an integral part of the interim financial statements.

Nation Multimedia Group Public Company Limited and its Subsidiaries

Statement of cash flows (Unaudited but reviewed)

	Consolidated		Separate	
	financial statements		financial statements	
	Nine-month period ended		Nine-month period ended	
	30 September		30 September	
	2019	2018	2019	2018
	(in thousand Baht)			
<i>Cash flows from operating activities</i>				
Profit (loss) for the period	129,344	(402,666)	(288,685)	(501,321)
<i>Adjustments to reconcile profit (loss) to cash receipts (payments)</i>				
Tax (benefit) expense	(1,663)	54,460	(1,663)	18,053
Finance costs	76,230	124,031	57,108	91,021
Depreciation	35,545	99,427	7,949	21,456
Amortisation of assets	7,253	23,791	2,101	2,254
Amortisation of digital television licences	47,580	69,376	-	-
Impairment losses on investments in subsidiaries	-	-	-	318,598
Impairment losses on investment properties	-	1,685	-	1,685
Impairment loss on long-term investments in other companies	-	1,756	-	1,756
Impairment losses on intangible assets	4,782	-	-	-
Reversal of allowance for obsolete stock	(2,126)	(2,040)	-	-
Non-current provisions for employee benefit	48,884	7,748	28,429	1,968
Share-based payments	-	1,250	-	343
Gain on fair value adjustment of investments in debt securities	-	(2,192)	-	-
Gain on disposal of investments in debt securities	(531)	(363)	-	-
Gain on disposal of investment in associate	(180,362)	-	(140)	-
Gain on disposal warrants of subsidiaries	-	(10,831)	-	(10,831)
Share of loss of associate, net of tax	30,916	1,732	-	-
Bad and doubtful debts expense	(570)	34,548	100,603	(33,049)
Reversal of allowance for goods returned	(1,843)	(4,169)	-	(2,781)
(Reversal of) losses on inventories devaluation	(2,913)	1,690	(122)	183
Reversal of losses on decline in value of other non-current assets	-	(73)	-	(73)
(Gain) loss on disposal of building, equipment and investment properties	(3,279)	22,713	(2,736)	(3,887)
Excess of compensation from returning digital television licence	(331,354)	-	-	-
Loss on written-off of other assets	754	31,038	126	386
Loss from debt reduction in a subsidiary	-	16,000	-	42,707
Investment income	(353)	(3,433)	(15)	(32)
	(143,706)	65,478	(97,045)	(51,564)
<i>Changes in operating assets and liabilities</i>				
Trade accounts receivable	79,250	46,520	6,708	269,776
Accrued income	(14,639)	(50,993)	(21,446)	(1,488)
Other receivables	10,299	(3,475)	482,684	294,593

The accompanying notes form an integral part of the interim financial statements.

Nation Multimedia Group Public Company Limited and its Subsidiaries

Statement of cash flows (Unaudited but reviewed)

	Consolidated		Separate	
	financial statements		financial statements	
	Nine-month period ended		Nine-month period ended	
	30 September		30 September	
	2019	2018	2019	2018
	<i>(in thousand Baht)</i>			
Inventories	5,903	25,541	556	12,964
Other current assets	(4,270)	53,351	6,506	27,740
Restricted deposits	(250)	400	(250)	-
Other non-current assets	2,290	(25,438)	3,085	(19,712)
Trade accounts payable	(110,099)	46,672	(22,115)	(492,892)
Other payables	(47,897)	(1,463)	1,592	26,360
Deferred income and advance income	(2,688)	(48,761)	33,935	(31,754)
Accrued expenses	(35,317)	30,719	16,261	8,812
Other current liabilities	(21,998)	(53,464)	(1,647)	(16,919)
Provisions for employee benefit	(18,543)	-	(17,717)	-
Other non-current liabilities	(4,496)	(31,686)	(4,496)	(11,622)
Net cash from (used in) operating	(306,161)	53,401	386,611	14,294
Taxes paid	(39,552)	(48,697)	(9,049)	(14,746)
Withholding tax refunded	31,160	23,888	21,916	23,888
Net cash from (used in) operating activities	(314,553)	28,592	399,478	23,436
<i>Cash flows from investing activities</i>				
Proceeds from disposal of investment in subsidiaries	-	265,500	-	265,500
Proceeds from disposal of investment in associate	316,517	-	316,517	-
Proceeds from disposal of warrants of subsidiaries	-	10,831	-	10,831
Acquisition of subsidiaries	-	-	(250)	-
Current investments	(2,604)	1,470	-	-
Proceeds from sale of debt security in private fund	-	123,870	-	-
Proceeds from sale of other debt securities	354,831	430,502	-	-
Acquisition of other debt securities	(354,300)	(495,000)	-	-
Proceeds from sale of land, building and equipment and investment properties	297,287	39,386	293,285	43,337
Acquisition of building and equipment	(16,450)	(52,118)	(8,959)	(3,765)
Acquisition of programme licences	(3,840)	(2,811)	-	-
Proceeds from sale of intangible assets	-	186	-	186
Acquisition of intangible assets	(9,024)	(24,393)	(1,012)	(165)
Proceed from return of digital television licences	890,835	-	-	-
Digital television licences payments	(273,800)	-	-	-
Dividend received	-	24	-	24
Interest received	399	3,271	15	8
Net cash from investing activities	1,199,851	300,718	599,596	315,956

The accompanying notes form an integral part of the interim financial statements.

Nation Multimedia Group Public Company Limited and its Subsidiaries

Statement of cash flows (Unaudited but reviewed)

	Consolidated financial statements		Separate financial statements	
	Nine-month period ended		Nine-month period ended	
	30 September		30 September	
	2019	2018	2019	2018
	(in thousand Baht)			
Cash flows from financing activities				
Proceeds from exercise of share options	-	123	-	123
Bank overdrafts and short-term borrowings from financial institutions	(431,194)	14,393	(431,194)	11,152
Repayment of short-term borrowings	(326,000)	(232,000)	(326,000)	(232,000)
Proceeds from long-term borrowings from financial institution	50,000	-	-	-
Repayment of long-term borrowings from financial institution	(192,000)	(15,000)	(190,000)	(15,000)
Interest paid	(59,739)	(105,575)	(50,337)	(91,310)
Net cash used in financing activities	(958,933)	(338,059)	(997,531)	(327,035)
Net increase (decrease) in cash and cash equivalents	(73,635)	(8,749)	1,543	12,357
Cash and cash equivalents at beginning of period	168,895	186,399	24,120	9,481
Cash and cash equivalents at ending of period	95,260	177,650	25,663	21,838
Non-cash transactions				
Payables for purchase of building and equipment	2,360	2,570	9,360	9,300
Payables for purchase of programme licences	-	13,568	-	-
Payables for purchase of intangible assets	-	-	1,516	-
Digital television licences payable	49,899	1,445,887	-	-
Assets received from rendering of services	1,647	6,747	-	6,747

The accompanying notes form an integral part of the interim financial statements.

Nation Multimedia Group Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
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These notes form an integral part of the interim financial statements.

The interim financial statements issued for Thai regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language financial statements and were approved and authorised for issue by the Board of Directors on 24 March 2020.

1 General information

The principal activities of the Company are the publishing and distributing of newspapers and publishing, providing advertising and news services and others. The principle activities of the Group are the publishing and distributing of newspapers, publishing, digital publishing and advertising media, television production, providing advertising and news via television media and others.

Nation Digital Content Co., Ltd. (formerly, "Spring 26 Co., Ltd."), a subsidiary, received the commercial digital terrestrial television licence at national level for a variety channel category in standard-definition for a period of 15 years, commencing from office of the National Broadcasting and Telecommunications Commission ("NBTC") from 25 April 2014 to 24 April 2029. As described in the Note 11, the National Council for Peace and Order has released the order No.4/2562 in subject of a measure to solve the problems of the operations of the Television and Telecommunication. In this regard, Nation Digital Content Co., Ltd. has submitted for the returning of its digital terrestrial television licence to NBTC and obtained letter of the approval of the returning on 27 June 2019.

NBC Next Vision Co., Ltd., an indirect subsidiary, received the commercial digital terrestrial television licence at national level for a news channel category in standard-definition for a period of 15 years, commencing from office of the National Broadcasting and Telecommunications Commission from 25 April 2014 to 24 April 2029. As described in the Note 11, the National Council for Peace and Order has released the order No.4/2562 in subject of a measure to solve the problems of the operations of the Television and Telecommunication. In this regard, NBC Next Vision Co., Ltd. has decided not to return the digital terrestrial television licence. As a result, NBC Next Vision Co., Ltd. will be exempted for the instalment of the license fee including a subsidy for the network rental expenditures and other benefits.

2 Use of going concern basis of accounting

For the three-month and nine-month periods ended 30 September 2019, the Group incurred net profit of Baht 74.96 million and Baht 129.34 million, respectively. If excluded the recognition of the excess of compensation from returning digital television licence amounting to Baht 331.35 million and gain on disposal of investment in associate amounting to Baht 180.36 million, the Group incurred net loss of Baht 105.40 million and Baht 382.37 million, respectively. In addition, the Company incurred net loss for the three-month and the nine-month periods ended 30 September 2019 of Baht 74.95 million and Baht 288.69 million, respectively (2018: the Group incurred net losses of Baht 113.15 million and Baht 402.67 million, respectively and the Company net losses of Baht 63.39 million and Baht 501.32 million, respectively). As of that date, the Group's and the Company's total current liabilities exceeded its total current assets by Baht 76.18 million and Baht 430.90 million, respectively (31 December 2018: Baht 1,026.60 million and Baht 825.96 million, respectively) and had deficit of Baht 3,083.88 million and Baht 3,420.83 million, respectively (31 December 2018: Baht 3,235.33 million and Baht 3,138.80 million, respectively). In addition, the operation of the Group might be affected from the external factors and the current economic crisis. This represents a material uncertainty over the appropriateness of using the going concern basis of accounting of the Group and the Company. The Group and the Company implemented the policy and procedures in an attempt to manage liquidity risk and other circumstances as the Group has implemented policies and procedures in cost reduction such as an attempt to improve and develop their internal control process to reduce the operating expenses to be able to improve the their financial position, liquidity and cash flow and the operation result of the Group and the Company

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including reducing interest rate payment, new flexible schedule of payable repayment resulted to the Group has enough credit facilities for working capital in operating.

The Group's management is implementing the action plans to improve the Group's and the Company's performance and liquidity by focusing on its core businesses that the Group has the exact knowledge and expertise. Publishing and related activities and television broadcasting business in a category of news and content as its expertise, and the production of contents, including related business that have the potential to grow and enhance the core businesses of the Group to allow the Group to continue the business operation and mobilize resources within the Group in various areas for existing news items fully in line with the Group's core businesses policy. The Group is reforming the broadcasting presentation and other platforms to gain more advertising revenue, restructuring of the marketing department and increase number of workforces in order to expand the customer base and improving the production and broadcast equipment and restructuring production team to be effective, transforming the television program schedule to be outstanding, modifying the program to increase the number of audience and increase the revenue in other forms such as new media, seminar and events etc. In addition, the management has plan to increase the revenue by implementing Artificial Intelligence technology, expanding the digital media segment, reforming the broadcasting presentation to make its programs more attractive and improving airtime rental format for all target customers to be more effective. In addition, there will be the positive result from retrieving the operators of radio broadcasting and television broadcasting and business of radio broadcasting and television broadcasting as described in Note 11.

For the Group's business restructuring plan, the Group would focus on its core businesses which comprise printing media, television media and other media, etc. Therefore, the Group sold out the land and constructions in the first and second quarter in order to generate cash flows to repay its debts and interest burden, including the Group may consider reorganising its financial structure by increase the Group's liquidity and strengthen its financial status such as fund raising and loan borrowing from financial institution which has the finance cost suitable with the market conditions.

At the Board of Directors' meeting of the Company held on 15 March 2019, the Board of Directors of the Company has approved the resolution of the restructuring of publishing news business unit of 3 subsidiaries by transferring to the Company's operation to reduce the duplicated common tasks efficiently among business unit including cost reduction which effective on 1 April 2019 onwards.

The Group's management believes that the preparation of the financial statements on a going concern basis is appropriate. Accordingly, the consolidated and separate financial statements do not include any adjustments relating to the recoverability and classification of recorded assets amounts or to amounts and classifications of liabilities that may be necessary if the Group and the Company is not able to continue as a going concern.

"C" (Caution) sign criteria

On 14 December 2018, The Stock Exchange of Thailand ("SET") posted a "C" (Caution) sign on the Company's securities traded on the SET due to total equity balance was less than fifty percent of total paid-up share capital. In this regard, the Company has already published a plan to resolve this cause.

Nation Multimedia Group Public Company Limited and its Subsidiaries
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3 Basis of preparation of the interim financial statements

(a) Statement of compliance

The condensed interim financial statements are presented in the same format as the annual financial statements and prepared its notes to the interim financial statements on a condensed basis (“interim financial statements”) in accordance with Thai Accounting Standard (TAS) No. 34 Interim Financial Reporting, guidelines promulgated by the Federation of Accounting Professions and applicable rules and regulations of the Thai Securities and Exchange Commission.

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2018. They do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company and its subsidiary for the year ended 31 December 2018.

(b) Use of judgements, estimates and accounting policies

In preparing these interim financial statements, judgements and estimates are made by management in applying the Group’s accounting policies. Actual results may differ from these estimates. The accounting policies, methods of computation and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2018, except for revenue recognition which requires additional judgement in determining the timing of the transfer of control - at a point in time or over time - according to the requirements of TFRS 15 *Revenue from Contracts with Customers* (“TFRS 15”) which the Group has initially adopted to replace TAS 18 *Revenue* (“TAS 18”) and related interpretations.

Under TFRS 15, the Group recognises revenue when a customer obtains control of the goods or services in an amount that reflects the consideration to which the Group expects to be entitled to. In addition, judgement is required in determining the timing of the transfer of control for revenue recognition - at a point in time or over time. Whereas, under TAS 18, the Group recognises revenue from sale of goods when the significant risks and rewards of ownership of the goods have been transferred to the buyer, and recognises revenue from rendering of services by reference to the stage of completion of the transaction at the end of the reporting period. No revenue is recognised if there is continuing management involvement with the goods or there are significant uncertainties regarding recovery of the consideration due. Such change in accounting policy has no material impacts on the financial statements.

In addition, the Group has not early adopted a number of new and revised TFRS which are not yet effective for current period in preparing these interim financial statements. Those new and revised TFRS that are relevant to the Group’s operations are disclosed in Note 18.

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4 Related parties

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

<i>Three-month period ended 30 September</i>	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
	<i>(in thousand Baht)</i>			
Continuing operations				
Subsidiaries and indirect subsidiary				
Revenue from sale of goods and rendering of services	-	-	30,234	49,166
Costs of sales of goods and rendering of services	-	-	2,030	4,189
Sale of equipment	-	-	-	27,698
Other income	-	-	34	1,116
Selling expenses and administrative expenses	-	-	-	721
Associate				
Revenue from rendering of services	-	30	-	30
Other related party				
Revenue from sale of goods and rendering of services	3,878	-	-	-
Selling expenses and administrative expenses	4,675	-	-	-
Interest expense	-	2,096	-	2,096
Key management personnel				
Key management personnel compensation				
Wages and salaries	20,124	10,606	11,237	3,509
Defined contribution plans	824	474	568	138
Total key management personnel compensation	20,948	11,080	11,805	3,647
Discontinued operations				
Subsidiaries and indirect subsidiary				
Revenue from sale of goods and rendering of services	-	-	-	6,079
Costs of sales of goods and rendering of services	-	-	-	5,507
Other income	-	-	-	95
Selling expenses and administrative expenses	-	-	-	710
Associates				
Revenue from rendering of services	-	1,100	-	-
Key management personnel				
Key management personnel compensation				
Wages and salaries	-	3,505	-	-
Defined contribution plans	-	233	-	-
Total key management personnel compensation	-	3,738	-	-

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<i>Nine-month period ended 30 September</i>	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
	<i>(in thousand Baht)</i>			
Continuing operations				
Subsidiaries and indirect subsidiary				
Revenue from sale of goods and rendering of services	-	-	91,440	158,764
Costs of sales of goods and rendering of services	-	-	4,174	7,053
Sale of equipment	-	-	-	42,380
Purchase of equipment	-	-	9,163	-
Other income	-	-	215	3,249
Selling expenses and administrative expenses	-	-	38	4,225
Associate				
Revenue from sale of goods and rendering of services	179	91	179	91
Other income	337	-	320	-
Sale of equipment	9	-	9	-
Selling expenses and administrative expenses	107	-	-	-
Other related party				
Revenue from sale of goods and rendering of services	17,789	-	-	-
Selling expenses and administrative expenses	21,417	-	-	-
Interest expense	2,598	6,181	2,598	6,181
Key management personnel				
Key management personnel compensation				
Wages and salaries	55,201	29,714	28,427	13,216
Defined contribution plans	2,328	1,412	1,304	512
Total key management personnel compensation	57,529	31,126	29,731	13,728
Discontinued operations				
Subsidiaries and indirect subsidiary				
Revenue from sale of goods and rendering of services	-	-	-	16,480
Costs of sales of goods and rendering of services	-	-	-	13,328
Sale of equipment	-	-	-	305
Other income	-	-	-	1,021
Selling expenses and administrative expenses	-	-	-	2,567
Associates				
Revenue from rendering of services	-	3,158	-	-

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	Consolidated financial statements		Separate financial statements	
<i>Nine-month period ended 30 September</i>	2019	2018	2019	2018
	<i>(in thousand Baht)</i>			
Key management personnel				
Key management personnel compensation				
Wages and salaries	-	10,087	-	-
Defined contribution plans	-	627	-	-
Total key management personnel compensation	-	10,714	-	-

Balances as at 30 September 2019 and 31 December 2018 with related parties were as follows:

	Consolidated financial statements		Separate financial statements	
<i>Trade accounts receivable</i>	30 September 2019	31 December 2018	30 September 2019	31 December 2018
	<i>(in thousand Baht)</i>			
Subsidiaries and indirect subsidiary	-	-	527,701	537,487
Associates	-	1,069	-	1,069
Other related party	181	6,904	-	-
	181	7,973	527,701	538,556
<i>Less allowance for doubtful accounts</i>	-	(416)	(213,755)	(176,999)
Net	181	7,557	313,946	361,557

The Group and the Company assessed the allowance for doubtful accounts for trade and other accounts receivable with related parties by assessed the current status and the recoverability or repayable of outstanding accounts receivables by netting of the said accounts receivable over trade and other accounts payable.

	Consolidated financial statements		Separate financial statements	
<i>Accrued income</i>	30 September 2019	31 December 2018	30 September 2019	31 December 2018
	<i>(in thousand Baht)</i>			
Subsidiaries and indirect subsidiary	-	-	12,211	2,058
<i>Less allowance for doubtful accounts</i>	-	-	(9,000)	-
Net	-	-	3,211	2,058

	Consolidated financial statements		Separate financial statements	
<i>Other receivables</i>	30 September 2019	31 December 2018	30 September 2019	31 December 2018
	<i>(in thousand Baht)</i>			
Subsidiaries and indirect subsidiary	-	-	287,155	701,598
Associates	-	273	-	255
	-	273	287,155	701,853
<i>Less allowance for doubtful accounts</i>	-	(160)	(256,003)	(201,250)
Net	-	113	31,152	500,603

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<i>Trade accounts payable</i>	Consolidated financial statements		Separate financial statements	
	30 September 2019	31 December 2018	30 September 2019	31 December 2018
				(in thousand Baht)
Subsidiaries and indirect subsidiary	-	-	520,217	543,717
Associates	-	35,231	-	25,321
Other related party	21,428	2,985	-	-
Total	21,428	38,216	520,217	569,038

<i>Other payables</i>	Consolidated financial statements		Separate financial statements	
	30 September 2019	31 December 2018	30 September 2019	31 December 2018
				(in thousand Baht)
Subsidiaries and indirect subsidiary	-	-	23,572	17,828
Associates	-	15,306	-	14,474
Other related party	229	-	-	-
Total	229	15,306	23,572	32,302

<i>Accrued expenses</i>	Consolidated financial statements		Separate financial statements	
	30 September 2019	31 December 2018	30 September 2019	31 December 2018
				(in thousand Baht)
Subsidiaries	-	-	5,675	14,518

<i>Short-term loan from related party</i>	Consolidated financial statements		Separate financial statements	
	30 September 2019	31 December 2018	30 September 2019	31 December 2018
				(in thousand Baht)
Shareholder	-	70,000	-	70,000
Less deferred interest	-	(706)	-	(706)
Short-term loan from related party, net	-	69,294	-	69,294

Movements during the nine-month period ended 30 September of short-term loan from related party were as follows:

	Consolidated financial statements / Separate financial statements			At 30 September 2019
	At 31 December 2018	Increase (in thousand Baht)	Decrease (in thousand Baht)	
Shareholder	70,000	-	(70,000)	-

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5 Other investments

	Consolidated financial statements		Separate financial statements	
	30 September 2019	31 December 2018	30 September 2019	31 December 2018
	<i>(in thousand Baht)</i>			
Current investments				
Short-term deposits at financial institutions	<u>2,850</u>	<u>230</u>	<u>-</u>	<u>-</u>
Other long-term investments				
Equity securities available for sale	3	3	3	3
Other non-marketable equity securities	<u>2,260</u>	<u>2,260</u>	<u>2,260</u>	<u>2,260</u>
	<u>2,263</u>	<u>2,263</u>	<u>2,263</u>	<u>2,263</u>
Total	<u>5,113</u>	<u>2,493</u>	<u>2,263</u>	<u>2,263</u>

Movements during the nine-month periods ended 30 September 2019 of marketable equity were as follows:

	Consolidated financial statements			At
	At 31 December 2018	Purchase	Disposal	30 September 2019
		<i>(in thousand Baht)</i>		
Current investments				
Trading securities	<u>-</u>	<u>354,300</u>	<u>(354,300)</u>	<u>-</u>

6 Trade accounts receivable

Aging analyses for trade accounts receivable were as follows:

	Consolidated financial statements		Separate financial statements	
	30 September 2019	31 December 2018	30 September 2019	31 December 2018
	<i>(in thousand Baht)</i>			
Related parties				
Within credit terms	181	2,301	19,522	32,933
Overdue:				
Less than 3 months	-	3,639	23,072	231
3-6 months	-	2,033	4,471	-
6-12 months	-	-	4,281	-
Over 12 months	-	-	476,355	505,392
	<u>181</u>	<u>7,973</u>	<u>527,701</u>	<u>538,556</u>
	-	(416)	(213,755)	(176,999)
Less allowance for doubtful accounts	<u>181</u>	<u>7,557</u>	<u>313,946</u>	<u>361,557</u>

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	Consolidated financial statements		Separate financial statements	
	30 September 2019	31 December 2018 <i>(in thousand Baht)</i>	30 September 2019	31 December 2018
<i>Note</i>				
Other parties				
Within credit terms	60,726	119,524	22,258	18,518
Overdue:				
Less than 3 months	40,910	62,128	15,136	14,422
3-6 months	11,299	5,009	5,013	2,740
6-12 months	6,782	6,354	2,900	5,612
Over 12 months	32,057	35,371	30,119	32,419
	<u>151,774</u>	<u>228,386</u>	<u>75,426</u>	<u>73,711</u>
Less allowance for doubtful accounts	(24,498)	(28,671)	(22,718)	(25,728)
allowance for goods returned	-	(1,843)	-	-
	<u>127,276</u>	<u>197,872</u>	<u>52,708</u>	<u>47,983</u>
Net	<u>127,457</u>	<u>205,429</u>	<u>366,654</u>	<u>409,540</u>

The normal credit term granted by the Group ranges from 7 days to 90 days.

7 Discontinued operations

During the year 2018, the Group sold its investment in WPS (Thailand) Co., Ltd, a subsidiary, comprising its entire printing service segment and the Company decreased shareholding interest in Nation International Edutainment Public Company Limited, a subsidiary, resulted to the Group has lost the control in its entire edutainment segment. The Group presented to show two discontinued operations separately from continuing operations. The comparative statements of comprehensive income for the three-month and the nine-month periods ended 30 September 2018 has been re-presented to show the discontinued operations separately from continuing operations.

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	Consolidated financial statements		
	Nation International Edutainment Public Company Limited		Total
	WPS (Thailand) Co., Ltd.		
<i>For the three - month period ended of 30 September 2018</i>		(in thousand Baht)	
Results of discontinued operation			
Revenue	5,710	18,127	23,837
Expenses	(51,672)	(48,740)	(100,412)
Results from operating activities	(45,962)	(30,613)	(76,575)
Income tax benefit (expenses)	1,716	(6,432)	(4,716)
Loss for the period	(44,246)	(37,045)	(81,291)
Loss attributable to			
Owners of the parent	(37,388)	(26,312)	(63,700)
Non-controlling interests	(6,858)	(10,733)	(17,591)
Loss for the period	(44,246)	(37,045)	(81,291)
Loss per share (in Baht)			
Basic loss per share	(0.006)	(0.005)	(0.011)
<i>For the nine- month period ended of 30 September 2018</i>			
Results of discontinued operation			
Revenue	30,984	69,703	100,687
Expenses	(155,755)	(110,856)	(266,611)
Results from operating activities	(124,771)	(41,153)	(165,924)
Income tax expense	(2,315)	(6,073)	(8,388)
Loss for the period	(127,086)	(47,226)	(174,312)
Loss attributable to			
Owners of the parent	(107,388)	(33,545)	(140,933)
Non-controlling interests	(19,698)	(13,681)	(33,379)
Loss for the period	(127,086)	(47,226)	(174,312)
Loss per share (in Baht)			
Basic loss per share	(0.026)	(0.008)	(0.034)
Cash flows from discontinued operation			
Net cash from (used in) operating activities	2,502	(55,648)	(53,146)
Net cash from (used in) investing activities	(961)	75,263	74,302
Net cash used in financing activities	(371)	(597)	(968)
Net cash flows from discontinued operation	1,170	19,018	20,188

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8 Investments in associates

<i>Nine-month periods ended 30 September</i>	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
		<i>(in thousand Baht)</i>		
At 1 January	188,468	23,226	318,177	1,800
Share of loss of investment in associate	(30,916)	(1,732)	-	-
Disposal of investment	(136,155)	-	(316,377)	-
At 30 September	21,397	21,494	1,800	1,800

At the Board of Directors' meeting of the Company held on 16 May 2019, the Board of Directors approved the disposal of investment in Nation International Edutainment Public Company Limited ("NINE"), at a price not exceeding Baht 2.62 per share which determined by the average cost of common shares of NINE, in this regard, the totalling amount would not be exceeding Baht 350 million. This share offering will be made to public investor who are not connected persons of the Company. Later on 27 July 2019, 2 August 2019 and 14 August 2019, the Company has disposed these shares totalling of 120,808,387 shares at the price of Baht 2.62 per share, in amounting to Baht 316.52 million via the Stock Exchange of Thailand under Trade Report method. The Company recognised a gain on disposal of Baht 0.14 million in the separate statement of comprehensive income for the three-month and nine-month periods ended 30 September 2019. The Group recognised a gain on disposal of Baht 180.36 million in the consolidated statement of comprehensive income for the three-month and nine-month periods ended 30 September 2019.

Security

During August 2019, the Group redeemed all its investment in Nation International Edutainment Public Company Limited, which was used to pledge as collateral for the Company's short-term loans from individuals and the asset management companies (31 December 2018: the Company pledged its investment as collateral amount of 68.52 million shares, at carrying value of Baht 179.44 million)

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Investments in associates as at 30 September 2019 and 31 December 2018, and dividend income from the investment for the nine-month periods ended 30 September 2019 and 2018 were as follows:

Consolidated financial statements											
Associates	Type of business	Ownership interest		Paid-up capital		Cost		Equity		Dividend income for the six-month periods ended	
		30 September 2019	31 December 2018	30 September 2019	31 December 2018	30 September 2019	31 December 2018	30 September 2019	31 December 2018	30 September 2019	30 September 2018
Yomiuri-Nation Information Service Limited	Advertising agency	45.00	45.00	4,000	4,000	1,800	1,800	21,397	21,397	-	-
Nation International Edutainment Public Company Limited	Importing, publishing and distributing local and foreign publications, production of TV programmes and providing advertisements through TV media, digital media and character management	-	33.05	-	365,549	-	169,131	-	167,071	-	-
				1,800	170,931	21,397	188,468				

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Notes to the condensed interim financial statements

For the three-month and nine-month periods ended 30 September 2019 (Unaudited but reviewed)

Separate financial statements

Associates	Type of business	Ownership Interest		Paid-up capital		Cost		Impairment		At cost - net		Dividend income for the nine-month periods ended
		30 September 2019	31 December 2018	30 September 2019	31 December 2018	30 September 2019	31 December 2018	30 September 2019	31 December 2018	30 September 2019	31 December 2018	30 September 2018
		(in thousand Baht)										
Yomiuri-Nation Information Service Limited	Advertising agency	45.00	45.00	4,000	4,000	1,800	1,800	-	-	1,800	1,800	-
Nation International Edutainment Public Company Limited	Importing, publishing and distributing local and foreign publications, production of TV programmes and providing advertisements through TV media, digital media and character management	-	33.05	-	365,549	-	316,377	-	-	-	316,377	-
						<u>1,800</u>	<u>318,177</u>	<u>-</u>	<u>-</u>	<u>1,800</u>	<u>318,177</u>	<u>-</u>

Associates were incorporated in Thailand. None of the Group's associates are publicly listed and consequently do not have published price quotations, except for Nation International Edutainment Public Company Limited which is listed on the Market for Alternative Investment. Based on the closing price of Baht 2.02 at 31 December 2018, the fair value of the Group's investment in Nation International Edutainment Public Company Limited was Baht 244.03 million.

Yomiuri-Nation Information Service Limited has registered the liquidation on 1 November 2018 and it is in the process of the liquidation.

For the three-month and nine-month periods ended 30 September 2019 (Unaudited but reviewed)

Investments in subsidiaries as at 30 September 2019 and 31 December 2018, and dividend income from those investments for the nine-month periods ended 30 September 2019 and 2018 were as follows:

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Nation Multimedia Group Public Company Limited and its Subsidiaries

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For the three-month and nine-month periods ended 30 September 2019 (Unaudited but reviewed)

Separate financial statements

Type of business	Ownership interest		Paid-up capital		Cost		Impairment		At cost - net		Dividend income for the six-month periods ended
	30 September 2019	31 December 2018	30 September 2019	31 December 2018	30 September 2019	31 December 2018	30 September 2019	31 December 2018	30 September 2019	31 December 2018	30 September 2019
(in thousand Baht)											

Indirect subsidiary

Held by Nation Broadcasting

Corporation Public

Company Limited

NBC Next Vision

Co., Ltd.

Production of TV
programme and
advertisements
through TV media

800,000

800,000

800,000

All direct and indirect subsidiaries were incorporated in Thailand.

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None of the Company's subsidiaries are publicly listed and consequently do not have published price quotations, except for Nation Broadcasting Corporation Public Company Limited which is listed on the Market for Alternative Investment. Based on the closing price of Baht 0.72 at 30 September 2019 (31 December 2018: Baht 0.46), the fair value of the Company's investments in the said company was Baht 275.44 million (31 December 2018: Baht 175.97 million).

Security

The Group pledged investments in direct and indirect subsidiaries as collateral for short-term loans and long-term loan from financial institution as follows:

Subsidiaries	30 September 2019		31 December 2018	
	Number of shares (thousand shares)	At cost - net (in thousand Baht)	Number of shares (thousand shares)	At cost - net (in thousand Baht)
Nation Broadcasting Corporation Public Company Limited	382,553	294,589	382,024	294,181
NBC Next Vision Co., Ltd.	80,000	-	-	-
Total	462,553	294,589	382,024	294,181

Furthermore, a subsidiary who held investment in NBC Next Vision Co., Ltd. pledged its investment in NBC Next Vision Co., Ltd., totaling 79,999,997 shares, as collateral for the subsidiary's long-term loan from the financial institution.

10 Property, plant and equipment

On 31 March 2019 and 25 April 2019, the Company disposed the land and building amounting to Baht 12 million and Baht 235 million, respectively.

11 Digital television licences

- a) *The National Council for Peace and Order ("NCPO") in subject of a measure to solve the problems of the operations of the Television and Telecommunication*

On 11 April 2019, the National Council for Peace and Order ("NCPO") has released the order No. 4/2562 in subject of a measure to solve the problems of the operations of the Television and Telecommunication, the significant details are as follows:

1. Exemption of the last two instalment of the exceeding amount of the minimum payment. In addition, NCPO No.4/2562 specified the licensees made the remaining license fee payment within 120 days from the date of this announcement has been effectively enforced. Later on 17 June 2019, the subsidiary received the letter from the National Broadcasting and Telecommunications Commission ("NBTC"), notified the subsidiary to settle the remaining fee within 8 August 2019. If the settlement did not settle within specify period, the subsidiary must pay for the interest at the rate of 7.5% per annum within 23 May 2021.

On 5 August 2019, the indirect subsidiary submitted the letter to inform NBTC regarding the indirect subsidiary's intention to make the instalment payment for the remaining licences fee payable of Baht 122.80 million. The payment will be divided into 2 periods and settled within December 2019. Later on 15 November 2019, the indirect subsidiary submitted the letter to inform NBTC again regarding the indirect subsidiary's intention to postpone the settlement of

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the remaining licences fee payable amounting to Baht 50.00 million in which the indirect subsidiary will settle according to the requirement of NCPO's order No.4/2562.

2. Providing a subsidy for the network rental expenditures in accordance with a national commercial digital terrestrial television broadcasting network service to the licensees over the remaining period of the licenses. The subsidy effectively commences after termination of the measure to relieve in accordance with paragraph one, no. 8 of NCPO No. 9/2561 in subject of a measure to relieve a license fee payment burden to the operators of sound transmission, television transmission and sound broadcasting and television broadcasting. Therefore, the Office of the NBTC will provide the subsidy to any licensees granted the licenses of a national commercial digital terrestrial television broadcasting network service according to actual amount as specified in the agreement which is not exceeded at the rate of NBTC approval.

b) The National Broadcasting and Telecommunications Commission in subject of Criteria, Procedures, and Conditions for Compensation as a result of the return of the License Digital Television Service

On 2 May 2019, the Office of the National Broadcasting and Telecommunications Commission ("NBTC") has released the order of criteria, procedures, and conditions for compensation as a result of the return of the license to use the spectrum to provide Digital Television Services. The service users who had intended to return the license was required to inform in writing within 10 May 2019. The request for a return of such license is considered a request to cancel the license.

At the Board of Directors' meeting of the Company's subsidiary "Nation Digital Content Co., Ltd." held on 9 May 2019, the Board of Directors of the Company's subsidiary has resolved of submission of the request for returning the license to NBTC. On 10 May 2019, the subsidiary has informed in writing NBTC of returning the license.

On 27 June 2019, NBTC has issued to the subsidiary for the notification letter of approval to return the license and the notice of the date of service termination on 15 August 2019, including the conditions of compensation for service users before dissolution from the NBTC. In consideration of, the subsidiary recorded the reduction of net book value of digital television license payable and net book value of the license to reflect the present value of cash flow of the subsidiary that would be changed for the fifth and sixth installments of the digital television license of the exceeding amount of the minimum payment amounting to Baht 703.64 million (the digital television license payable of Baht 728.00 million, deducted of deferred interest amounting to Baht 24.36 million). In this regard, the Group has recognised the excess of such compensation net of the carrying value of digital television license in account "Excess of compensation from returning digital television licence" amounting to Baht 331.35 million in the consolidated statement of comprehensive income. According to the notification letter on 26 July 2019, NBTC has issued to approve the compensation for the subsidiary amounting to Baht 890.83 million by deducting the payable of license fee instalment payments no. 4 amounting to Baht 215.07 million (included VAT). Therefore, the remaining compensation would be received in amounting to Baht 675.76 million. Later, the subsidiary received compensation from NBTC on 16 August 2019.

In addition, NBC Next Vision Co., Ltd., the indirect subsidiary, has decided not to return the digital terrestrial television licence. As a result, NBC Next Vision Co., Ltd. will be exempted for the installment of the license fee including a subsidy for the network rental expenditures and other benefits. In consideration of, the indirect subsidiary recorded the reduction of net book value of digital television license payable and net book value of the license to reflect the present value of cash flow of the indirect subsidiary that would be changed for the fifth and sixth installments of the digital television license of the exceeding amount of the minimum payment amounting to Baht 429.91 million (the digital television license payable of Baht 447.20 million and deducted of deferred interest amounting to Baht 17.29 million) and adjusted amortisation from the remaining of net book value of the license after adjustment

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in relation to the remaining economic useful lives. As at 30 September 2019, NBC Next Vision Co., Ltd. has the outstanding balance of digital television licences payable with present value of payments amounting to Baht 49.90 million.

During the three-month and nine-month periods ended 30 September 2019, the subsidiary and indirect subsidiary received the support of rental expenditures in accordance with a national commercial digital terrestrial television broadcasting network service and expenses for transmission of TV signals that are provided in general with satellite from NBTC and recognised in account "Other income" amounting to Baht 12.09 million and Baht 44.94 million, respectively (2018: Baht 16.47 million and Baht 41.53 million, respectively) in the consolidated statement of comprehensive income.

Digital television licences payable as at 30 September 2019 and 31 December 2018 were as follows:

	Consolidated financial statements					
	30 September 2019			31 December 2018		
	Future payments	Interest	Present value of payments (in thousand Baht)	Future payments	Interest	Present value of payments
Within one year	50,000	(101)	49,899	-	-	-
After one year but within five years	-	-	-	911,400	(46,353)	865,047
Over five years	-	-	-	587,600	(3,839)	583,761
Total	50,000	(101)	49,899	1,499,000	(50,192)	1,448,808

Change of digital television licences payable for nine-month periods ended 30 September 2019 were as follows:

	Consolidated financial statements		
	Nation Digital Content Co., Ltd.	NBC Next Vision Co., Ltd.	Total
	(in thousand Baht)		
Digital television licence payable at 1 January	897,910	550,898	1,448,808
Payment of the licence fee	(201,000)	(72,800)	(273,800)
Interest paid	6,727	1,713	8,440
Decrease from the exemption of the digital television licence fee	(703,637)	(429,912)	(1,133,549)
Digital television licence payable at 30 September	-	49,899	49,899

On 8 August 2019, NBC Next Vision Co., Ltd. paid partial of the licence fee instalment payment no. 4 amounting to Baht 72.80 million. Therefore, the remaining of overdue licence fee instalment payment no. 4 is outstanding amounting to Baht 50.00 million. In this regard, the indirect subsidiary must pay the interest to NBTC for the outstanding over due licence fee instalment no. 4 at the rate of 7.5% per annum.

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As at 30 September 2019, the subsidiary and indirect subsidiary had outstanding balance of letter of guarantee issue by a financial institution placed to NBTC for the remaining licenses fee amounting to Baht 362.80 million (31 December 2018: Baht 1,499 million). Later on 2 October 2019, the subsidiary received the return of the letter of guarantee issued by a financial institution placed for the exemption of the license fee due to return the license amounting to Baht 201.00 million and on 8 October 2019 and 18 October 2019, an indirect subsidiary received the return of the letter of guarantee issued by a financial institution placed for the payment of the license fee totaling amounting to Baht 111.80 million.

12 Interest-bearing liabilities

	Consolidated financial statements		Separate financial statements	
	30 September 2019	31 December 2018	30 September 2019	31 December 2018
	<i>(in thousand Baht)</i>			
Current				
Bank overdrafts				
Secured	9,555	-	9,555	-
Unsecured	45,169	91,684	45,169	91,684
Short-term loans from financial institutions				
Secured	64,000	-	64,000	-
Unsecured	70,129	528,363	70,129	528,363
Bank overdrafts and short-term loans from financial institutions	188,853	620,047	188,853	620,047
Current portion of long-term loan from financial institution				
Secured	16,050	187,167	-	187,167
Short-term loans from related party				
Secured	-	69,294	-	69,294
Short-term loans from individuals and asset management companies				
Secured	-	254,234	-	254,234
Short-term loans	-	323,528	-	323,528
Total current interest-bearing liabilities	204,903	1,130,742	188,853	1,130,742
Non-current				
Long-term loan from financial institution				
Secured	31,950	-	-	-
Total non-current interest-bearing liabilities	31,950	-	-	-

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Secured interest-bearing liabilities as at 30 September 2019 and 31 December 2018 were secured on the following assets:

	Consolidated financial statements		Separate financial statements	
	30 September 2019	31 December 2018	30 September 2019	31 December 2018
	<i>(in thousand Baht)</i>			
Carrying amount:				
Land and constructions	53,534	235,000	53,534	235,000
Investment properties	-	39,978	-	39,978
Investments in subsidiaries, indirect subsidiary and associate	294,589	463,312	294,589	473,617
Total	348,123	738,290	348,123	748,595

Short-term loans from financial institutions and others

As at 30 September 2019, the Group and the Company had short-term loan agreements with financial institutions amounting to Baht 134.13 million (*31 December 2018: Baht 528.36 million*). These secured and unsecured short-term loans bear interest at the rate of 4.15% - 8.60% per annum (*31 December 2018: 3.65% - 13.00% per annum*). Furthermore, the Company pledged investments in a subsidiary and land and constructions as collateral for these short-term loans (see Note 9)

Long-term loan from financial institution

On 9 May 2016, the Company entered into a loan agreement with a local financial institution of Baht 300 million to use as its working capital. This loan has interest rate at the Minimum Loan Rate minus 1% (MLR - 1%) and shall be monthly repaid. The Company is committed to comply with certain conditions and restriction prescribed in the loan agreements which are maintaining the debt to equity ratio and the debt service coverage ratio. Later on 16 August 2019, the Company paid all of the outstanding principal and interest and transfer collateral (land and constructions) of the Company as collateral for the short-term loans from financial institutions.

On 9 August 2019, the subsidiary entered into long-term loan agreements with a local financial institution of Baht 100 million to use in granting a loan to its indirect subsidiary for the digital television licence fee payment. In August 2019, the subsidiary has drawn down a loan of Baht 50 million. Such loan bears interest at the Minimum Loan Rate minus 1% (MLR - 1%) and shall be monthly repaid within 3 years commencing from August 2019 to July 2022. As at 30 September 2019, the subsidiary had unutilised loan facility from such financial institution of Baht 50 million which required conditions precedent of receiving such loan within 31 December 2019 and secured by indirect subsidiary (see Note 9).

As at 30 September 2019, the Group and the Company had unutilised credit facilities totalling Baht 74.66 million and Baht 21.61 million, respectively (*31 December 2018: Baht 49.11 million and Baht 48.37 million, respectively*).

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Notes to the condensed interim financial statements

For the three-month and nine-month periods ended 30 September 2019 (Unaudited but reviewed)

13 Segment information and disaggregation of revenue

Three-month period ended 30 September	Consolidated financial statements								Total	
	Publishing and advertising		Broadcasting and new media		Printing services (Discontinued operation)		Edutainment (Discontinued operation)			Others
	2019	2018	2019	2018	2019	2018	2019	2018		
(in thousand Baht)										
Information about reportable segments										
External revenue	108,354	169,362	178,199	166,267	-	4,786	-	17,176	34,402	391,993
Inter-segment revenue	17,085	22,224	16,163	1,435	-	41,699	-	4,241	11,393	80,992
Other income	187,473	195	26,889	17,704	-	924	-	951	4,728	24,502
Total revenue	312,912	191,781	221,251	185,406	-	47,409	-	22,368	50,523	497,487
Segment profit (loss) before income tax	103,543	(11,626)	(26,170)	(19,026)	-	(45,962)	-	(30,613)	(3,428)	(110,655)
Disaggregation of revenue										
Major products and service lines										
Advertising	74,432	123,242	174,726	166,052	-	-	-	-	-	249,158
Sales of books	29,633	40,984	-	-	-	-	-	9,208	-	29,633
Others	4,289	5,136	3,473	215	-	4,786	-	7,968	34,402	7,762
Total revenue	108,354	169,362	178,199	166,267	-	4,786	-	17,176	34,402	391,993
Timing of revenue recognition										
At a point in time	91,722	149,424	148,063	143,145	-	4,786	-	17,176	33,908	239,785
Over time	16,632	19,938	30,136	23,122	-	-	-	-	494	46,768
Total revenue	108,354	169,362	178,199	166,267	-	4,786	-	17,176	34,402	391,993

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For the three-month and nine-month periods ended 30 September 2019 (Unaudited but reviewed)

Nine-month period ended 30 September	Consolidated financial statements								Total
	Publishing and advertising		Broadcasting and new media		Printing services (Discontinued operation)		Edutainment (Discontinued operation)		
	2019	2018	2019	2018	2019	2018	2019	2018	
	(in thousand Baht)								
Information about reportable segments									
External revenue	378,113	460,009	522,749	456,275	-	28,397	-	60,781	900,862
Inter-segment revenue	112,466	68,393	31,187	2,172	-	108,438	-	7,198	143,653
Other income	531,370	19,056	62,952	43,353	-	2,587	-	8,922	594,332
Total revenue	1,021,949	547,458	616,888	501,800	-	139,422	-	76,901	1,638,837
Segment profit (loss) before income tax	(57,620)	(31,707)	216,217	(85,573)	-	(124,771)	-	(41,153)	158,597
Disaggregation of revenue									
Major products and service lines									
Advertising	269,113	318,980	507,087	455,244	-	-	-	-	776,200
Sales of books	102,280	126,238	-	-	-	-	-	30,623	102,280
Others	6,720	14,791	15,662	1,031	-	28,397	-	30,158	22,382
Total revenue	378,113	460,009	522,749	456,275	-	28,397	-	60,781	900,862
Timing of revenue recognition									
At a point in time	323,704	413,895	446,907	373,834	-	28,397	-	60,781	770,611
Over time	54,409	46,114	75,842	82,441	-	-	-	-	130,251
Total revenue	378,113	460,009	522,749	456,275	-	28,397	-	60,781	900,862
Segment assets as at 30 September / 31 December	482,045	1,068,501	920,079	2,686,986	-	-	-	-	1,402,124
Segment liabilities as at 30 September / 31 December	597,822	1,597,213	290,872	1,774,188	-	-	-	-	888,694

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	Separate financial statements Publishing and advertising	
<i>Three-month period ended 30 September</i>	2019	2018
	<i>(in thousand Baht)</i>	
Disaggregation of revenue		
Major products and service lines		
Advertising	69,375	2,895
Sales of books	29,634	1,973
Service	15,213	39,879
Sales of other goods	-	17,244
Others	10,741	2,875
Total revenue	124,963	64,866
Timing of revenue recognition		
At a point in time	116,922	64,636
Over time	8,041	230
Total revenue	124,963	64,866
<i>Nine-month period ended 30 September</i>	2019	2018
	<i>(in thousand Baht)</i>	
Disaggregation of revenue		
Major products and service lines		
Advertising	179,244	31,703
Sales of books	66,625	3,285
Service	46,790	131,329
Sales of other goods	-	44,666
Others	11,768	8,710
Total revenue	304,427	219,693
Timing of revenue recognition		
At a point in time	277,049	218,817
Over time	27,378	876
Total revenue	304,427	219,693

The Group is operated principally in Thailand. There are no material revenues derived from foreign countries.

Reconciliation of reportable segment profit or loss

<i>Three-month period ended 30 September</i>	2019	2018
	<i>(in thousand Baht)</i>	
Profit or loss		
Total profit or loss before income tax for reportable segments	77,373	(110,655)
Share of loss of investment in associate	(2,415)	(1,665)
Consolidated profit (loss) before income tax	74,958	(112,320)

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Nine-month period ended 30 September

	2019	2018
	<i>(in thousand Baht)</i>	
Profit or loss		
Total profit or loss before income tax for reportable segments	158,597	(346,474)
Share of loss of investment in associate	(30,916)	(1,732)
Consolidated profit (loss) before income tax	127,681	(348,206)

14 Financial instruments

Carrying amounts and fair values

As at 30 September 2019 and 31 December 2018, the Company had financial assets measured at fair value which was the equity securities available-for-sale. The carrying value is the same with fair value. The Company had financial liabilities that not measured at fair value which was the long-term loan from financial institution. The carrying value is a reasonable approximation of fair value and represents fair value at level 3.

15 Commitments with non-related parties

	Consolidated financial statements		Separate financial statements	
	30 September 2019	31 December 2018	30 September 2019	31 December 2018
	<i>(in thousand Baht)</i>			
<i>Future minimum lease payments under non-cancellable operating leases</i>				
Within one year	129,647	332,470	41,853	40,330
After one year but within five years	342,812	746,869	7,677	36,877
After five years	151,052	500,360	-	-
Total	623,511	1,579,699	49,530	77,207
<i>Other commitments</i>				
Bank guarantees	413,219	1,640,269	23,126	34,074

16 Contingent liabilities

On 18 September 2018, a former employee as plaintiff filed a lawsuit against the Company and the Provident Fund to the Central Labor Court. This would require the payment of approximately Baht 47.8 million. On 30 April 2019, the court rendered a judgement dismissed the case. The plaintiff has no right to demand the Company and the Provident Fund to pay the said payment. Later on 17 February 2020, the Court of Appeal has decided to not consider the petition. The lawsuit is under being able to file a petition by the plaintiff with the Supreme Court until 17 April 2020. The Company has not recorded any provision against this claim in the financial statements as at 30 September 2019.

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17 Events after the reporting period

a) Repayment of loans and amendment of loan agreement

During October 2019 up to the reporting date, the Company repaid its short-term loan from financial institution totalling Baht 7.30 million

b) At the Board of Directors' meetings of a subsidiary ("Nation Broadcasting Corporation Public Company Limited") held on 4 October 2019, the Board of Directors passed the following resolutions:

- Approved the subsidiary to subscribe for the newly issued ordinary shares in a local company of Baht 15 million, representing 50% of the total issued shares.
- Approved a reduction of the registered share capital of the Company from Baht 720.34 million (divided 720,343,962 ordinary shares at Baht 1 par value) to Baht 535.44 million (divided 535,436,809 ordinary shares at Baht 1 par value) by cutting down the registered share capital of 184,907,153 ordinary shares at Baht 1 par value.
- Approved an increase in registered share capital by Baht 267.72 million from Baht 535.44 million (divided 535,436,809 ordinary shares at Baht 1 par value) to Baht 803.16 million (divided 803,155,214 ordinary shares at Baht 1 par value) to offer to the existing shareholders proportionate to their respective shareholdings (Rights Offering) at the ratio of 2 existing ordinary shares for 1 newly-issued ordinary share held with the price of Baht 0.53 per share.

On 18 November 2019 of Extraordinary General Meeting of Shareholders of subsidiary, the subsidiary's shareholders approved such reduction and increase in registered share capital. The subsidiary has registered the reduction in share capital with Ministry of Commerce on 27 November 2019 and has registered the increase in registered and paid-up share capital with Ministry of Commerce on 4 March 2020.

c) At the Board of Directors' meeting of the Company held on 4 October 2019, the Board of Directors' passed the following resolutions:

- Approved to subscribe to new newly issued ordinary shares of Nation Broadcasting Corporation Public Company Limited according to the proportion of shareholding.
- Approved to transfer of legal reserve of Baht 32.70 million and premium on ordinary shares of Baht 1,169.75 million to compensate the deficit as of 31 March 2019.
- Approved the reduction of the registered share capital of the Company from Baht 2,663.57 million (divided 5,025,607,915 ordinary shares at Baht 0.53 par value) to Baht 2,156.02 million (divided 4,067,970,362 ordinary shares at Baht 0.53 par value) by cutting down the registered share capital of 957,637,553 ordinary shares at Baht 0.53 par value.
- Approved the increase in registered share capital by Baht 7,186.75 million from Baht 2,156.02 million (divided 4,067,970,362 ordinary shares at Baht 0.53 par value) to Baht 9,342.77 million (divided 17,627,871,568 ordinary shares at Baht 0.53 par value) to offer to the existing shareholders proportionate to their respective shareholdings (Rights Offering) at the ratio of 3 existing ordinary shares for 10 newly-issued ordinary shares held with the price of Baht 0.06 per share.

Such transfer of reserve, reduction and increase in registered share capital is subject to final approval in the shareholders' meeting.

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On 12 November 2019, the Company notified to The Stock Exchange of Thailand for the postponement on the Extraordinary General Meeting of Shareholders on 18 November 2019 regarding the increase of capital for allocation to existing shareholders proportionate to their respective shareholdings. The Company will further notify the schedule of Extraordinary General Meeting of Shareholders within 20 December 2019.

d) At the Board of Directors' meeting of the Company held on 29 November 2019, the Board of Directors' passed the resolution to cancel the resolution of the Board of Directors 'meeting No. 11/2019 held on 4 October 2019 as follows:

- Cancelled to transfer of legal reserve of Baht 32.70 million and premium on ordinary shares of Baht 1,169.75 million to compensate the deficit as of 31 March 2019.
- Cancelled the reduction of the registered share capital of the Company from Baht 2,663.57 million (divided 5,025,607,915 ordinary shares at Baht 0.53 par value) to Baht 2,156.02 million (divided 4,067,970,362 ordinary shares at Baht 0.53 par value) by cutting down the registered share capital of 957,637,553 ordinary shares at Baht 0.53 par value.
- Cancelled the increase in registered share capital by Baht 7,186.75 million from Baht 2,156.02 million (divided 4,067,970,362 ordinary shares at Baht 0.53 par value) to Baht 9,342.77 million (divided 17,627,871,568 ordinary shares at Baht 0.53 par value) to offer to the existing shareholders proportionate to their respective shareholdings (Rights Offering) at the ratio of 3 existing ordinary shares for 10 newly-issued ordinary shares held with the price of Baht 0.06 per share.
- Cancelled the determination of the Extraordinary General Meeting of Shareholders No. 2/2019 and the date for determination of list of shareholders entitled to attend the meeting.

e) Investment in the subsidiary.

At the Board of Directors' meetings of a subsidiary ("Krungthep Turakij Media Co., Ltd.") held on 15 October 2019 and 18 November 2019, the Board of Directors approved the subsidiary to invest in the ordinary shares in a local company of Baht 18.75 million, representing 75% of authorised shares.

f) Approved investment in a local company of the indirect subsidiary.

At the Board of Directors' meetings of a subsidiary ("Nation Broadcasting Corporation Public Company Limited") held on 28 January 2020, the Board of Directors approved the subsidiary to invest in the newly issued ordinary shares in a local company of Baht 2.45 million, representing 49% of authorised shares.

Nation Multimedia Group Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and nine-month periods ended 30 September 2019 (Unaudited but reviewed)

18 Thai Financial Reporting Standards (TFRS) not yet adopted

A number of new and revised TFRS which are relevant to the Group's operations are expected to have significant impact on the consolidated and separate financial statements on the date of initial application. Those TFRS which become effective for annual financial reporting periods beginning on or after 1 January 2020 are as follows:

TFRS	Topic
TFRS 7*	Financial Instruments: Disclosures
TFRS 9*	Financial Instruments
TFRS 16	Leases
TAS 32*	Financial Instruments: Presentation
TFRIC 16*	Hedges of a Net Investment in a Foreign Operation
TFRIC 19*	Extinguishing Financial Liabilities with Equity Instruments

* TFRS - Financial instruments standards

(a) TFRS - Financial instruments standards

These TFRSs establish requirements related to definition, recognition, measurement, impairment and derecognition of financial assets and financial liabilities, including accounting for derivatives and hedge accounting. When these TFRSs are effective, some accounting standards, interpretations and guidance which are currently effective will be cancelled.

(b) TFRS 16 Leases

TFRS 16 introduces a single lessee accounting model for lessees. A lessee recognises a right-of-use asset and a lease liability. There are recognition exemptions for short-term leases and leases of low-value items. Lessor accounting remains similar to the current standard, i.e. lessors continue to classify leases as finance or operating leases. When this TFRS is effective, some accounting standards and interpretations which are currently effective will be cancelled.

Management is presently considering the potential impact of adopting and initially applying those TFRSs on the financial statements.