Nation Multimedia Group Public Company Limited
and its Subsidiaries

Interim financial statements

and

Independent Auditor's Report

on Review of Interim Financial Information

For the three-month and nine-month periods ended

30 September 2012

KPMG

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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 2012; the consolidated and separate statements of comprehensive income for the three-month and nine-month periods ended 30 September 2012 and 2011, and the related statements changes in equity and cash flows for the nine-month periods ended 30 September 2012 and 2011; 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 reviews.

Scope of Review

I conducted my reviews in accordance with the 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 reviews, 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".

The comparative consolidated and separate statement of financial position as at 31 December 2011

I have previously audited the consolidated and separate financial statements of Nation Multimedia Group Public Company Limited and its subsidiaries, and of Nation Multimedia Group Public Company Limited, respectively, for the year ended 31 December 2011 in accordance with Thai Standards on Auditing and expressed an unqualified opinion on those financial statements in my report dated 27 February 2012. The consolidated and separate statements of financial position as at 31 December 2011, which are included in the accompanying interim financial information for comparative purposes, are components of those financial statements. I have not performed any auditing procedures since the date of my audit report.

(Vichien Thamtrakul)
Certified Public Accountant
Registration No. 3183

KPMG Phoomchai Audit Ltd.
Bangkok
9 November 2012

Nation Multimedia Group Public Company Limited and its Subsidiaries

Statements of financial position

As at 30 September 2012 and 31 December 2011

		Consolidated financial statements		Separate financial statements	
Assets	*Note*	30 September 2012 (Unaudited)	31 December 2011	30 September 2012 (Unaudited)	31 December 2011
			(in thousand Baht)		
Current assets					
Cash and cash equivalents		149,714	181,820	17,471	28,302
Trade accounts receivable	*5*	757,971	755,770	278,414	325,243
Accrued income		145,189	106,918	83,398	25,899
Other receivables from related parties	*4*	2,087	727	323,784	376,544
Short-term loans to related parties	*4*	-	-	123,000	128,000
Current portion of long-term loan to related party	*4*	-	-	96,000	60,000
Inventories		232,718	248,423	66,885	101,096
Other current assets		190,995	319,177	75,509	223,158
Total current assets		**1,478,674**	**1,612,835**	**1,064,461**	**1,268,242**
Non-current assets					
Investments in subsidiaries and associate	*6*	26,493	26,531	741,900	678,026
Long-term investments in related parties		-	951	-	951
Long-term investments in other companies		23,956	19,561	23,956	19,561
Long-term loan to related party	*4*	-	-	50,000	131,000
Property, plant and equipment	*7*	1,996,014	1,711,610	530,662	453,817
Unused land		38,000	36,000	38,000	36,000
Intangible assets		106,989	107,435	49,451	61,947
Restricted deposits		3,719	2,500	-	-
Other non-current assets		301,131	235,389	211,929	179,022
Total non-current assets		**2,496,302**	**2,139,977**	**1,645,898**	**1,560,324**
Total assets		**3,974,976**	**3,752,812**	**2,710,359**	**2,828,566**

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

Nation Multimedia Group Public Company Limited and its Subsidiaries

Statements of financial position

As at 30 September 2012 and 31 December 2011

		Consolidated financial statements		Separate financial statements	
Liabilities and equity	*Note*	30 September 2012 (Unaudited)	31 December 2011	30 September 2012 (Unaudited)	31 December 2011
		(in thousand Baht)			
Current liabilities					
Bank overdrafts and short-term loans from financial institutions		933,156	762,580	864,508	687,425
Trade accounts payable	*8*	180,974	167,572	226,786	304,340
Current portion of long-term loans from financial institutions		331,120	338,337	276,630	221,000
Current portion of finance lease liabilities		34,079	30,034	2,959	486
Other payable	*3*	130,000	-	-	-
Accrued expenses		234,663	229,913	79,039	129,817
Income tax payable		806	8,082	-	-
Other current liabilities	*4*	344,438	324,145	92,975	174,834
Total current liabilities		**2,189,236**	**1,860,663**	**1,542,897**	**1,517,902**
Non-current liabilities					
Long-term loans from financial institutions		79,181	338,337	50,881	287,126
Finance lease liabilities		21,879	36,813	9,025	502
Employee benefit obligations	*9*	89,764	95,854	19,919	29,771
Other non-current liabilities		140,030	120,566	118,124	119,367
Total non-current liabilities		**330,854**	**591,570**	**197,949**	**436,766**
Total liabilities		**2,520,090**	**2,452,233**	**1,740,846**	**1,954,668**
Equity					
Share capital:					
Authorised share capital	*10*	873,302	2,500,000	873,302	2,500,000
Issued and paid-up share capital		873,302	1,647,740	873,302	1,647,740
Share premium					
Premium on ordinary shares		-	4	-	4
Premium on ordinary shares of subsidiaries		77,185	75,591	-	-
Unappropriated retained earnings (Deficit)		281,206	(630,162)	89,070	(776,459)
Other components of equity		7,141	2,613	7,141	2,613
Equity attributable to owners of the Company		**1,238,834**	**1,095,786**	**969,513**	**873,898**
Non-controlling interests		216,052	204,793	-	-
Total equity		**1,454,886**	**1,300,579**	**969,513**	**873,898**
Total liabilities and equity		**3,974,976**	**3,752,812**	**2,710,359**	**2,828,566**

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

Nation Multimedia Group Public Company Limited and its Subsidiaries

Statements of comprehensive income

For the three-month periods ended 30 September 2012 and 2011 (Unaudited)

		Consolidated financial statements		**Separate financial statements**	
	Note	2012	2011	2012	2011
		(in thousand Baht)			
Income					
Revenue from sale of goods and rendering of services	*4*	744,064	649,644	217,106	256,387
Rental and service income		21,989	24,141	574	39
Investment income	*4*	532	566	11,880	18,027
Other income	*4*	19,247	12,519	12,461	23,816
Total income		**785,832**	**686,870**	**242,021**	**298,269**
Expenses					
Cost of sales of goods and rendering of services	*4*	472,235	428,786	95,263	149,494
Selling expenses		67,127	90,102	21,660	48,289
Administrative expenses	*4*	125,140	32,215	73,229	64,222
Management benefit expenses		28,688	31,464	13,070	16,657
Finance costs		26,385	33,056	21,649	24,762
Total expenses		**719,575**	**615,623**	**224,871**	**303,424**
Share of profit of equity-accounted investee					
Associate		41	47	-	-
Profit (loss) before income tax expense		**66,298**	**71,294**	**17,150**	**(5,155)**
Income tax expense		(6,806)	(23,032)		-
Profit (loss) for the period		**59,492**	**48,262**	**17,150**	**(5,155)**
Other comprehensive income					
Net change in fair value of available-for-sale investments		3,296	1,320	3,296	1,320
Total comprehensive income for the period		**62,788**	**49,582**	**20,446**	**(3,835)**

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

Nation Multimedia Group Public Company Limited and its Subsidiaries

Statements of comprehensive income

For the three-month periods ended 30 September 2012 and 2011 (Unaudited)

		Consolidated financial statements		**Separate financial statements**	
	Note	2012	2011	2012	2011
			(in thousand Baht)		
Profit (loss) attributable to:					
Owners of the Company	*12*	51,959	35,197	17,150	(5,155)
Non-controlling interests		7,533	13,065	-	-
Profit (loss) for the period		**59,492**	**48,262**	**17,150**	**(5,155)**
Total comprehensive income attributable to:					
Owners of the Company		55,255	36,517	20,446	(3,835)
Non-controlling interests		7,533	13,065	-	-
Total comprehensive income for the period		**62,788**	**49,582**	**20,446**	**(3,835)**
Basic earnings (loss) per share (*in Baht*)	*12*	**0.03**	**0.02**	**0.01**	**(0.01)**

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

Nation Multimedia Group Public Company Limited and its Subsidiaries

Statements of comprehensive income

For the nine-month periods ended 30 September 2012 and 2011 (Unaudited)

		Consolidated financial statements		Separate financial statements	
	Note	2012	2011	2012	2011
		(in thousand Baht)			
Income					
Revenue from sale of goods and rendering of services	*4*	2,169,789	1,918,377	689,077	727,470
Rental and service income		69,479	71,746	768	169
Investment income	*4*	2,347	2,355	48,305	58,084
Gain from bargain purchase	*3*	1,980	-	-	-
Reversal of impairment loss on investment in subsidiaries		-	-	32,624	-
Other income	*4*	47,132	39,710	32,790	73,892
Total income		**2,290,727**	**2,032,188**	**803,564**	**859,615**
Expenses					
Cost of sales of goods and rendering of services	*4*	1,359,626	1,202,400	302,475	351,509
Selling expenses		187,987	197,306	55,599	133,606
Administrative expenses	*4*	380,753	270,362	244,235	215,434
Management benefit expenses		88,010	94,678	42,077	50,192
Finance costs		84,411	92,443	68,091	70,517
Total expenses		**2,100,787**	**1,857,189**	**712,477**	**821,258**
Share of profit (loss) of equity-accounted investee					
Associate		(38)	127	-	-
Profit before income tax expense		**189,902**	**175,126**	**91,087**	**38,357**
Income tax expense		(25,130)	(65,701)	-	-
Profit for the period		**164,772**	**109,425**	**91,087**	**38,357**
Other comprehensive income					
Net change in fair value of available-for-sale investments		4,528	4,987	4,528	4,987
Total comprehensive income for the period		**169,300**	**114,412**	**95,615**	**43,344**

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

Nation Multimedia Group Public Company Limited and its Subsidiaries

Statements of comprehensive income

For the nine-month periods ended 30 September 2012 and 2011 (Unaudited)

		Consolidated financial statements		**Separate financial statements**	
	Note	2012	2011	2012	2011
			(in thousand Baht)		
Profit attributable to:					
Owners of the Company	*12*	136,926	71,946	91,087	38,357
Non-controlling interests		27,846	37,479	-	-
Profit for the period		**164,772**	**109,425**	**91,087**	**38,357**
Total comprehensive income attributable to:					
Owners of the Company		141,454	76,933	95,615	43,344
Non-controlling interests		27,846	37,479	-	-
Total comprehensive income for the period		**169,300**	**114,412**	**95,615**	**43,344**
Basic earnings per share (*in Baht*)	*12*	**0.08**	**0.04**	**0.06**	**0.02**

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

Nation Multimedia Group Public Company Limited and its Subsidiaries

Statements of changes in equity

For the nine-month periods ended 30 September 2012 and 2011 (Unaudited)

	Note	Issued and paid-up share capital	Share premium	Share premium of subsidiaries	Unappropriated retained earnings (Deficit)	Other component of equity: Fair value changes in available-for-sale investments	Equity attributable to owners of the Company	Non-controlling interests	Total equity
		Consolidated financial statements							
		(in thousand Baht)							
Balance at 1 January 2011		**1,647,740**	**4**	**75,941**	**(734,436)**	**(1,357)**	**987,892**	**177,800**	**1,165,692**
Transactions with owners, recorded directly in equity									
Changes in ownership interests in subsidiaries									
Acquisition of non-controlling interests without a change in control		-	-	178	(3)	-	175	(756)	(581)
Total transaction with owners, recorded directly in equity		**-**	**-**	**178**	**(3)**	**-**	**175**	**(756)**	**(581)**
Comprehensive income for the period									
Profit or loss		-	-	-	71,946	-	71,946	37,479	109,425
Other comprehensive income		-	-	-	-	4,987	4,987	-	4,987
Total comprehensive income for the period		**-**	**-**	**-**	**71,946**	**4,987**	**76,933**	**37,479**	**114,412**
Balance at 30 September 2011		**1,647,740**	**4**	**76,119**	**(662,493)**	**3,630**	**1,065,000**	**214,523**	**1,279,523**
Balance at 1 January 2012		**1,647,740**	**4**	**75,591**	**(630,162)**	**2,613**	**1,095,786**	**204,793**	**1,300,579**
Transactions with owners, recorded directly in equity									
Contributions by and distributions to owners of the Company									
Reduction in par value of ordinary shares	*10*	(774,438)	(4)	-	774,442	-	-	-	-
Total contributions by and distribution to owners of the Company		**(774,438)**	**(4)**	**-**	**774,442**	**-**	**-**	**-**	**-**
Changes in ownership interests in subsidiaries									
Acquisition of non-controlling interests without a change in control		-	-	1,594	-	-	1,594	(16,587)	(14,993)
Total transaction with owners, recorded directly in equity		**-**	**-**	**1,594**	**-**	**-**	**1,594**	**(16,587)**	**(14,993)**
Comprehensive income for the period									
Profit or loss		-	-	-	136,926	-	136,926	27,846	164,772
Other comprehensive income		-	-	-	-	4,528	4,528	-	4,528
Total comprehensive income for the period		**-**	**-**	**-**	**136,926**	**4,528**	**141,454**	**27,846**	**169,300**
Balance at 30 September 2012		**873,302**	**-**	**77,185**	**281,206**	**7,141**	**1,238,834**	**216,052**	**1,454,886**

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

Nation Multimedia Group Public Company Limited and its Subsidiaries

Statements of changes in equity

For the nine-month periods ended 30 September 2012 and 2011 (Unaudited)

		Separate financial statements				
					Other component of equity	
	Note	Issued and paid-up share capital	Share premium	Unappropriated retained earnings (Deficit)	Fair value changes in available-for-sale investments	Total equity
				(in thousand Baht)		
Balance at 1 January 2011		**1,647,740**	**4**	**(815,645)**	**(1,357)**	**830,742**
Transactions with owners, recorded directly in equity						
Comprehensive income for the period						
Profit or loss		-	-	38,357	-	38,357
Other comprehensive income		-	-	-	4,987	4,987
Total comprehensive income for the period		-	-	**38,357**	**4,987**	**43,344**
Balance at 30 September 2011		**1,647,740**	**4**	**(777,288)**	**3,630**	**874,086**
Balance at 1 January 2012		**1,647,740**	**4**	**(776,459)**	**2,613**	**873,898**
Transactions with owners, recorded directly in equity						
Contributions by and distributions to owners of the Company						
Reduction in par value of ordinary shares	*10*	(774,438)	(4)	774,442	-	-
Total contributions by and distribution to owners of the Company		**(774,438)**	**(4)**	**774,442**	-	-
Comprehensive income for the period						
Profit or loss		-	-	91,087	-	91,087
Other comprehensive income		-	-	-	4,528	4,528
Total comprehensive income for the period		-	-	**91,087**	**4,528**	**95,615**
Balance at 30 September 2012		**873,302**	-	**89,070**	**7,141**	**969,513**

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

Nation Multimedia Group Public Company Limited and its Subsidiaries

Statements of cash flows

For the nine-month periods ended 30 September 2012 and 2011 (Unaudited)

	Consolidated financial statements		**Separate financial statements**	
	2012	2011	2012	2011
	(in thousand Baht)			
Cash flows from operating activities				
Profit for the period	164,772	109,425	91,087	38,357
Adjustments for				
Depreciation	154,259	112,626	23,307	20,689
Amortisation of assets	40,845	29,954	15,916	14,177
Investment income	(2,347)	(2,355)	(48,305)	(58,084)
Employee benefit obligations	9,152	8,441	2,500	2,550
Finance costs	84,411	92,443	68,091	70,517
Bad and doubtful debts expenses	2,052	4,636	88	2,952
Reversal of impairment loss on investments in subsidiaries	-	-	(32,624)	-
Impairment losses on long-term investments in related party and other companies	1,939	-	1,939	-
Reversal of impairment loss on unused land	(2,000)	-	(2,000)	-
Reversal of loss on obsolete stocks	(5,691)	(4,836)	-	-
Gain from bargain purchase	(1,980)	-	-	-
Loss on disposal of investments in other companies	74	-	74	-
Loss on disposal of equipment	3,424	2,621	1,459	2,798
Share of (profit) loss of investment in associate, net of income tax	38	(127)	-	-
Income tax expense	25,130	65,701	-	-
	474,078	**418,529**	**121,532**	**93,956**
Changes in operating assets and liabilities				
Trade accounts receivable	(4,276)	77,227	46,311	140,257
Accrued income	(38,271)	22,479	(57,499)	45,100
Other receivables from related parties	(1,089)	279	68,102	(51,398)
Inventories	21,744	(13,970)	34,211	5,742
Other current assets	129,447	(132,859)	132,005	(109,907)
Restricted deposits	(1,219)	-	-	-
Other non-current assets	(65,362)	(44,252)	(33,382)	(32,446)
Trade accounts payable	12,982	17,716	(77,554)	47,113
Other current liabilities	(41,636)	121,437	(143,722)	(17,753)
Employee benefit obligations	(15,242)	-	(9,134)	-
Other non-current liabilities	2,094	564	987	881
Cash generated from operating activities	473,250	467,150	81,857	121,545
Income tax paid	(32,406)	(42,081)	-	-
Net cash from operating activities	**440,844**	**425,069**	**81,857**	**121,545**

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

Nation Multimedia Group Public Company Limited and its Subsidiaries

Statements of cash flows

For the nine-month periods ended 30 September 2012 and 2011 (Unaudited)

	Consolidated financial statements		**Separate financial statements**	
	2012	2011	2012	2011
	(in thousand Baht)			
Cash flows from investing activities				
Interest received	2,035	1,588	17,587	21,870
Dividends received	312	767	30,718	36,214
Current investments	-	52,030	-	-
Short-term loans to related parties	-	-	(14,000)	-
Proceeds from short-term loans to related parties	-	-	19,000	53,500
Proceeds from long-term loans to related party	-	-	45,000	45,000
Net cash outflow on investments in subsidiaries	-	-	(31,250)	(50,936)
Net cash outflow on acquisition of long-term investments in related party	(2,000)	-	(2,000)	-
Proceed from sale of investment in related parties and other companies	1,072	-	1,072	-
Purchase of equipment	(254,702)	(84,211)	(96,807)	(37,424)
Sale of equipment	23,831	12,160	6,755	7,028
Purchase of intangible assets	(38,673)	(42,727)	(1,717)	(12,922)
Net cash from (used in) investing activities	**(268,125)**	**(60,393)**	**(25,642)**	**62,330**
Cash flows from financing activities				
Interest paid	(70,439)	(85,635)	(57,041)	(59,363)
Dividend paid to non-controlling interest of subsidiaries	(10,674)	(20,505)	-	-
Bank overdrafts and short-term loans from financial institutions	170,576	32,798	177,083	44,474
Finance lease payments	(25,667)	(20,213)	(858)	(318)
Proceeds from long-term loans from financial institutions	-	22,500	-	-
Repayment of long-term loans from financial institutions	(269,757)	(260,876)	(184,000)	(180,300)
Repayment of long-term loans from other party	(2,230)	(7,695)	(2,230)	(7,695)
Net cash used in financing activities	**(208,191)**	**(339,626)**	**(67,046)**	**(203,202)**
Net increase (decrease) in cash and cash equivalents	**(35,472)**	**25,050**	**(10,831)**	**(19,327)**
Cash and cash equivalents at 1 January	181,820	124,175	28,302	41,206
Cash and cash equivalents of subsidiary acquired during the period	3,366	-	-	-
Cash and cash equivalents at 30 September	**149,714**	**149,225**	**17,471**	**21,879**

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

Nation Multimedia Group Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2012 (Unaudited)

Note	**Contents**
1	General information
2	Basis of preparation of the interim financial statements
3	Acquisition of indirect subsidiary and business transfer
4	Related parties
5	Trade accounts receivable
6	Investments in subsidiaries and associate
7	Property, plant and equipment
8	Trade accounts payable
9	Employee benefit obligations
10	Share capital
11	Segment information
12	Basic earnings (loss) per share
13	Commitments with non-related parties

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 statutory financial statements, and were approved and authorised for issued by the Board of Directors on 9 November 2012.

1 General information

Nation Multimedia Group Public Company Limited, the "Company", was incorporated in Thailand and has its registered office at 1858/118-119,121-122,124-130, 27^{th}-32^{nd} floors, Bangna-Trad Road, Kwang Bangna, Khet Bangna, Bangkok, Thailand.

The Company was listed on the Stock Exchange of Thailand in June 1988.

The principal businesses of the Company are the publishing and distribution of newspapers, providing advertising and news services. Details of the Company's subsidiaries and jointly-controlled entity as at 30 September 2012 and 31 December 2011 were as follows:

Name of entities	**Type of business**	**Country of incorporation**	**Ownership interest** *(%)*	
			30 September 2012	31 December 2011
Direct subsidiaries				
Nation Broadcasting Corporation Public Company Limited	Production of TV programs and radio programs and providing, advertisements through TV media, radio media and new media forms	Thailand	61.94	61.99
Nation International Edutainment Public Company Limited	Importing publishing and distribution of publications	Thailand	78.46	78.46
Nation News Network Co., Ltd.	Publishing and distribution of english newspapers and advertising media	Thailand	99.99	99.99
NML Co., Ltd.	Delivery of publishing	Thailand	99.99	99.99
Kom Chad Luek Media Co., Ltd.	Publishing and distribution of newspapers and advertising media	Thailand	99.99	99.99

Name of entities	**Type of business**	**Country of incorporation**	**Ownership interest** *(%)* 30 September 2012	31 December 2011
Krungthep Turakij Media Co., Ltd.	Publishing and distribution of newspapers, advertising media and education media	Thailand	99.99	99.99
Nation International Co., Ltd.	Publishing	Thailand	99.94	99.94
Nation U Co., Ltd.	Education services	Thailand	90.00	55.00
WPS (Thailand) Co., Ltd.	Publishing services	Thailand	84.50	84.50
Indirect subsidiaries				
Nation University	Education services	Thailand	90.00	-
Nation Printing Services Co., Ltd.	Publishing services	Thailand	84.49	84.49
Nation Edutainment Co., Ltd.	Publishing	Thailand	78.45	78.45
N Coupon Co., Ltd.	Sale of goods and services on internet	Thailand	78.45	78.45
NBC Nextmedia Co., Ltd.	Advertising media	Thailand	61.94	-
Indirect jointly-controlled entity				
Nation Egmont Edutainment Co., Ltd.	Publishing	Thailand	39.22	39.22

2 Basis of preparation of the interim financial statements

(a) Statement of compliance

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard (TAS) No. 34 (revised 2009) *Interim Financial Reporting*; guidelines promulgated by the Federation of Accounting Professions (FAP); 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 2011. 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 subsidiaries for the year ended 31 December 2011.

The accounting policies and methods of computation applied in these interim financial statements are consistent with those applied in the financial statements for the year ended 31 December 2011.

(b) Presentation currency

The interim financial statements are prepared and presented in Thai Baht. All financial information presented in Thai Baht has been rounded to the nearest thousand unless otherwise stated.

(c) Use of estimates and judgements

The preparation of interim financial statements in conformity with TFRS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2011.

The key judgements made in applying accounting policies that have the most significant effect on the amounts recognised in these interim financial statements are as follows:

Note 9 Measurement of defined benefit obligations

3 Acquisition of indirect subsidiary and business transfer

On 28 February 2012, a subsidiary ("Nation U Co., Ltd.") acquired a transfer of right to take over an educational provider's license from a local company for total consideration of Baht 155 million, representing payment in cash at agreement date of Baht 25 million and the remaining amount of Baht 130 million will be paid by 28 February 2013.

Therefore, in the year of 2012, the consolidated financial statements is included the statement of financial position as at 30 September 2012 and the statement of comprehensive income for the period from 1 March 2012 to 30 September 2012 of Nation University, as a result of the Group attained significant management control over its financial and operating policies since 1 March 2012.

The acquired business has contributed total revenue of Baht 25.9 million and the net loss of Baht 26.5 million for the period from 1 March 2012 to 30 September 2012 to the consolidated financial statements of the Group. If the acquisition had occurred on 1 January 2012, the total revenue and net loss for the nine-month period ended 30 September 2012 will be included in the consolidated financial statements of the Group of Baht 32.3 million and Baht 42.6 million, respectively.

The acquirer's net assets at the acquisition date comprised of the followings:

	Carrying amounts as at 29 February 2012	**Fair value adjustments**	**Recognised values as at 29 February 2012**
		(in thousand Baht)	
Cash and deposits at financial institutions	3,366	-	3,366
Trade accounts receivable	407	-	407
Inventories	347	-	347
Other receivables from related parties	271	-	271
Other current assets	2,064	-	2,064
Property, plant and equipment	83,451	141,207	224,658
Intangible asset	23	-	23
Other non-current assets	855	-	855
Trade accounts payable	(420)	-	(420)
Other current liabilities	(54,991)	-	(54,991)
Other non-current liabilities	(19,600)	-	(19,600)
Net identifiable assets and liabilities	**15,773**	**141,207**	**156,980**
Acquisition cost			155,000
Gain from bargain purchase			**1,980**

On 1 July 2011, a subsidiary ("WPS (Thailand) Co., Ltd.") entered into an agreement to transfer in total assets and liabilities with Nation Printing Services Co., Ltd, a subsidiary of such subsidiary for restructuring the Group's operations. As indicated in the agreement, the transferred date was 1 July 2011.

The acquiree's net assets and liabilities as at 1 July 2011 comprised the followings:

	(in thousand Baht)
Cash and cash equivalents	7,781
Trade accounts receivable	66,474
Inventories	14,277
Other current assets	434
Building improvement and equipment	371,928
Other non-current assets	6,372
Trade accounts payable	(76,334)
Short-term loans from related parties	(130,000)
Other current liabilities	(35,466)
Long-term loans from financial institutions	(51,000)
Liabilities under finance lease agreements	(75,918)
Other non-current liabilities	(1,924)
Net carrying amounts of identifiable assets and liabilities	**96,624**
Less Consideration paid	(96,624)
Add Cash acquired	7,781
Net cash inflow	**7,781**

4 Related parties

For the purposes of these financial statements, parties are considered to be related to the Group if the Group has the ability, directly or indirectly, to control or joint control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

Relationships with related parties were as follows:

Name of entities	Country of incorporation/ nationality	Nature of relationships
Nation Broadcasting Corporation Public Company Limited	Thailand	Subsidiary, 61.94% shareholding, some common directors
Nation International Edutainment Public Company Limited	Thailand	Subsidiary, 78.46% shareholding, some common directors
Kom Chad Luek Media Co., Ltd.	Thailand	Subsidiary, 99.99% shareholding, some common directors
NML Co., Ltd.	Thailand	Subsidiary, 99.99% shareholding, some common directors
Nation News Networks Co., Ltd.	Thailand	Subsidiary, 99.99% shareholding, some common directors
Krungthep Turakij Media Co., Ltd.	Thailand	Subsidiary, 99.99% shareholding, some common directors
Nation International Co., Ltd.	Thailand	Subsidiary, 99.94% shareholding, some common directors
Nation U Co., Ltd.	Thailand	Subsidiary, 90% shareholding, some common directors
WPS (Thailand) Co., Ltd.	Thailand	Subsidiary, 84.50% shareholding, some common directors
NBC Nextmedia Co., Ltd.	Thailand	99.99% shareholding by Nation Broadcasting Corporation Public Company Limited, some common directors
Nation Edutainment Co., Ltd.	Thailand	99.99% shareholding by Nation International Edutainment Public Company Limited, some common directors
N Coupon Co., Ltd.	Thailand	99.98% shareholding by Nation International Edutainment Public Company Limited, some common directors (liquidated and in the process of dissolution)
Nation Egmont Edutainment Co., Ltd.	Thailand	Jointly-controlled entity, 49.99% shareholding by Nation International Edutainment Public Company Limited, some common directors
Nation University	Thailand	University, a license holding by Nation U Co., Ltd.
Yomiuri-Nation Information Service Limited	Thailand	Associate, 45% shareholding, some common directors

Name of entities	Country of incorporation/ nationality	Nature of relationships
Thai Portal Co., Ltd.	Thailand	19% shareholding by Kom Chad Luek Media Co., Ltd.
Nation Properties Co., Ltd.	Thailand	Related party, 19.8% shareholding
Nation Printing Services Co., Ltd.	Thailand	99.99% shareholding by WPS (Thailand) Co., Ltd., some common directors (liquidated and dissolution on 18 October 2012)

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

Transactions	Pricing policies
Sale of goods, rendering of services and others	General market price
Interest income on loans	Approximates loan rate of the financial institutions
Cost of services and expenses	Actual cost allocation rate and negotiable rate
Interest expense on borrowings	Approximates loan rate of the financial institutions

Significant transactions for the three-month and nine-month periods ended 30 September 2012 and 2011 with related parties were summarised as follows:

	Consolidated financial statements		Separate financial statements	
Three-month period ended 30 September	2012	2011	2012	2011
	(in thousand Baht)			
Subsidiaries				
Sales of goods and rendering of services	-	-	174,753	389,869
Investment income	-	-	5,429	7,021
Other income	-	-	7,415	19,873
Printing, cost of services and expenses	-	-	14,231	16,868
Indirect jointly-controlled entity				
Sales of goods and rendering of services	43,510	18,426	-	336
Investment income	1,090	-	-	-
Other income	20	-	-	-
Printing, cost of services and expenses	2,850	872	-	106
Associate				
Sales of goods and rendering of services	725	859	9	31
Other related parties				
Sales of goods and rendering of services	130	1,860	130	946
Other expenses	754	-	-	-

	Consolidated financial statements		**Separate financial statements**	
Nine-month period ended 30 September	2012	2011	2012	2011
		(in thousand Baht)		
Subsidiaries				
Sales of goods and rendering of services	-	-	530,724	546,732
Investment income	-	-	17,413	21,844
Other income	-	-	17,580	49,296
Printing, cost of services and expenses	-	-	41,294	26,063
Indirect jointly-controlled entity				
Sales of goods and rendering of services	123,783	50,351	-	714
Investment income	2,932	-	-	-
Other income	60	-	-	-
Printing, cost of services and expenses	7,132	2,523	-	1,155
Associate				
Sales of goods and rendering of services	2,414	2,749	70	91
Other related parties				
Sales of goods and rendering of services	382	2,833	382	1,526
Other expenses	2,261	-	-	-

Balances as at 30 September 2012 and 31 December 2011 with related parties were as follows:

Trade accounts receivable from related parties	**Consolidated financial statements**		**Separate financial statements**	
	30 September 2012	31 December 2011	30 September 2012	31 December 2011
		(in thousand Baht)		
Subsidiaries				
Nation Broadcasting Corporation Public Company Limited	-	-	253	-
Nation International Edutainment Public Company Limited	-	-	5,377	420
Nation Edutainment Co., Ltd.	-	-	4,219	4,221
Nation News Network Co., Ltd.	-	-	5,365	-
Kom Chad Luek Media Co., Ltd.	-	-	56,920	46,740
Krungthep Turakij Media Co., Ltd.	-	-	18,690	5,608
WPS (Thailand) Co., Ltd.	-	-	11,484	5,726
N Coupon Co., Ltd.	-	-	-	1
Indirect jointly-controlled entity				
Nation Egmont Edutainment Co., Ltd.	75,755	56,566	-	-

Trade accounts receivable from related parties	**Consolidated financial statements**		**Separate financial statements**	
	30 September 2012	31 December 2011	30 September 2012	31 December 2011
	(in thousand Baht)			
Associate				
Yomiuri-Nation Information Service Limited	220	275	-	-
Other related parties				
Media Expertise International (Thailand) Ltd.	-	34,505	-	15,587
Media Pulse Co., Ltd.	-	3,873	-	3,873
Others	6,280	6,250	6,211	6,211
	82,255	**101,469**	**108,519**	**88,387**
Less allowance for doubtful accounts	(6,280)	(40,824)	(6,211)	(25,082)
Net	**75,975**	**60,645**	**102,308**	**63,305**

	2012	2011	2012	2011
	(in thousand Baht)			
Bad and doubtful debts expenses for the three-month period ended 30 September	-	-	-	-
nine-month period ended 30 September	-	-	-	-

Other receivables from related parties	**Consolidated financial statements**		**Separate financial statements**	
	30 September 2012	31 December 2011	30 September 2012	31 December 2011
	(in thousand Baht)			
Subsidiaries				
Nation Broadcasting Corporation Public Company Limited	-	-	11,679	10,430
Nation International Edutainment Public Company Limited.	-	-	6,582	5,492
Nation International Co., Ltd.	-	-	510	330
Nation Edutainment Co., Ltd.	-	-	4,003	2,827
WPS (Thailand) Co., Ltd.	-	-	73,253	59,527
NML Co., Ltd.	-	-	73,906	67,762
Nation News Network Co., Ltd.	-	-	6,382	9,346
Krungthep Turakij Media Co., Ltd.	-	-	36,925	156,623
Kom Chad Luek Media Co., Ltd.	-	-	23,451	62,154
N Coupon Co., Ltd.	-	-	-	760
Nation University	-	-	84,503	-
Indirect jointly-controlled entity				
Nation Egmont Edutainment Co., Ltd.	-	-	508	562

Other receivables from related parties	**Consolidated financial statements**		**Separate financial statements**	
	30 September 2012	31 December 2011	30 September 2012	31 December 2011
		(in thousand Baht)		
Associate				
Yomiuri-Nation Information Service Limited	11	11	11	11
Other related parties				
Thai Portal Co., Ltd.	17,345	17,345	-	-
Media Expertise International (Thailand) Ltd.	-	13,434	-	13,278
Media Pulse Co., Ltd.	-	1,623	-	1,567
Others	4,852	3,502	4,844	3,493
	22,208	**35,915**	**326,557**	**394,162**
Less allowance for doubtful accounts	(20,121)	(35,188)	(2,773)	(17,618)
Net	**2,087**	**727**	**323,784**	**376,544**

	2012	2011	2012	2011
		(in thousand Baht)		
Bad and doubtful debts expenses for the				
three-month period ended 30 September	-	-	-	-
nine-month period ended 30 September	-	-	-	-

Short-term loans to related parties	**Interest rate**		**Consolidated financial statements**		**Separate financial statements**	
	2012	2011	30 September 2012	31 December 2011	30 September 2012	31 December 2011
	(% per annum)			*(in thousand Baht)*		
Subsidiaries						
NML Co., Ltd.	6.24 - 6.66	5.83 - 6.70	-	-	-	3,000
WPS (Thailand) Co., Ltd.	6.24 - 6.66	5.83 - 6.70	-	-	123,000	125,000
			-	-	**123,000**	**128,000**
Less allowance for doubtful accounts			-	-	-	-
Short-term loans to related parties, net			-	-	**123,000**	**128,000**

	2012	2011	2012	2011
		(in thousand Baht)		
Bad and doubtful debts expenses for the				
three-month period ended 30 September	-	-	-	-
nine-month period ended 30 September	-	-	-	-

Movements during the nine-month periods ended 30 September 2012 and 2011 of short-term loans to related parties were as follows:

	Consolidated financial statements		**Separate financial statements**	
Short-term loan to related parties				
Nine-month period ended 30 September	2012	2011	2012	2011
	(in thousand Baht)			
Subsidiaries				
At 1 January	-	-	128,000	185,000
Increase	-	-	14,000	-
Decrease	-	-	(19,000)	(53,500)
At 30 September	**-**	**-**	**123,000**	**131,500**

Long-term loan to related party	**Interest rate**		**Consolidated financial statements**		**Separate financial statements**	
			30 September 2012	31 December 2011	30 September 2012	31 December 2011
	2012	2011				
	(% per annum)		*(in thousand Baht)*			
Subsidiary						
Current portion						
WPS (Thailand) Co., Ltd.	8.79 - 8.85	7.79 - 8.85	-	-	96,000	60,000
After one year						
WPS (Thailand) Co., Ltd.	8.79 - 8.85	7.79 - 8.85	-	-	50,000	131,000
Total long-term loans to related party			**-**	**-**	**146,000**	**191,000**

Movements during the nine-month periods ended 30 September 2012 and 2011 of long-term loans to related party were as follows:

	Consolidated financial statements		**Separate financial statements**	
Long-term loan to related party				
Nine-month period ended 30 September	2012	2011	2012	2011
	(in thousand Baht)			
Subsidiary				
At 1 January	-	-	191,000	251,000
Increase	-	-		-
Decrease	-	-	(45,000)	(45,000)
At 30 September	**-**	**-**	**146,000**	**206,000**

Trade accounts payable - related parties	Consolidated financial statements		Separate financial statements	
	30 September 2012	31 December 2011	30 September 2012	31 December 2011
		(in thousand Baht)		
Subsidiaries				
Nation Broadcasting Corporation Public Company Limited	-	-	3,518	1,494
Nation International Edutainment Public Company Limited	-	-	2,840	3,215
Nation International Co., Ltd.	-	-	320	320
WPS (Thailand) Co., Ltd.	-	-	34	3,586
NML Co., Ltd.	-	-	128	-
Nation News Network Co., Ltd.	-	-	52,198	42,481
Kom Chad Luek Media Co., Ltd.	-	-	73,739	66,451
Krungthep Turakij Media Co., Ltd.	-	-	56,384	154,226
N Coupon Co., Ltd.	-	-	-	845
Indirect jointly-controlled entity				
Nation Egmont Edutainment Co., Ltd.	-	-	285	92
Other related party				
Media Expertise International (Thailand) Ltd.	-	2,356	-	2,343
Total	**-**	**2,356**	**189,446**	**275,053**

Other payables to related parties	Consolidated financial statements		Separate financial statements	
	30 September 2012	31 December 2011	30 September 2012	31 December 2011
		(in thousand Baht)		
Subsidiaries				
Nation Broadcasting Corporation Public Company Limited	-	-	4,184	54
Nation International Edutainment Public Company Limited	-	-	1,067	575
Nation International Co., Ltd.	-	-	25	-
WPS (Thailand) Co., Ltd.	-	-	1,446	1,145
NML Co., Ltd.	-	-	-	404
Nation News Network Co., Ltd.	-	-	1,395	237
Kom Chad Luek Media Co., Ltd.	-	-	1,893	29,971
Krungthep Turakij Media Co., Ltd.	-	-	6,515	2,003
N Coupon Co., Ltd.	-	-	-	2,119
Nation University	-	-	11	-
Indirect jointly-controlled entity				
Nation Egmont Edutainment Co., Ltd.	-	-	167	511
Associate				
Yomiuri-Nation Information Service Limited	10	4	-	4
Other related parties				
Others	100	89	18	18
Total	**110**	**93**	**16,721**	**37,041**

Significant agreements with related parties

Short-term loan agreement

On 22 June 2010, the Company entered into a short-term loan agreement with an indirect subsidiary ("Nation Printing Services Co., Ltd") amounting to Baht 150 million. At the date of the agreement, the Company provided loan to such indirect subsidiary of Baht 141 million. The remaining loan of Baht 9 million was drawn down in July 2010. This loan bears interest at the cost of borrowing of the Company plus 0.5% per annum. Subsequently, in December 2010, the Company entered into the change in loan agreement memorandum by extending the period of loan repayment for 7 months which is due on December 2010 to July 2011.

On 1 July 2011, the Company has entered into the 2nd change in short-term loan agreement memorandum with an indirect subsidiary ("Nation Printing Services Co., Ltd.") whereby the Company permitted such indirect subsidiary to change the contract party in the loan agreement to a subsidiary ("WPS (Thailand) Co., Ltd."), commencing on 1 July 2011 onwards. As at the memorandum date, such subsidiary issued the promissory note amounting to Baht 130 million to the Company.

Long-term loan agreement

On 25 February 2010, the Company entered into a long-term loan agreement with a subsidiary ("WPS (Thailand) Co., Ltd.") amounted to Baht 288 million and converted a short-term loan amount of Baht 62 million to long-term loan, totalling a new long-term loan of Baht 350 million. This loan bears interest at the average rate of MLR of two local banks plus the cost of borrowing.

Such loan is repayable in monthly instalments of not less than Baht 9 million on the 25th of each month starting on 26 February 2010.

On 20 January 2011, the Company has entered into the change in loan agreement memorandum with a subsidiary ("WPS (Thailand) Co., Ltd.") whereby the Company permitted such subsidiary to repay in monthly installments of not less than Baht 5 million from January 2011 to June 2011 and repay in monthly installments of not less than Baht 9 million from July 2011.

On 20 July 2011, the Company has entered into the 2nd change in long-term loan agreement memorandum with a subsidiary ("WPS (Thailand) Co., Ltd.") whereby the Company permitted such subsidiary to repay in monthly installments of not less than Baht 5 million from July 2011 to December 2012 and repay in monthly installments of not less than Baht 9 million from January 2013.

5 Trade accounts receivable

		Consolidated financial statements		**Separate financial statements**	
	Note	30 September 2012	31 December 2011	30 September 2012	31 December 2011
		(in thousand Baht)			
Related parties	*4*	82,255	101,469	108,519	88,387
Other parties		826,578	810,703	256,237	329,161
Total		**908,833**	**912,172**	**364,756**	**417,548**
Less allowance for doubtful accounts		(128,209)	(129,446)	(74,216)	(75,523)
allowance for goods returned		(22,653)	(26,956)	(12,126)	(16,782)
Net		**757,971**	**755,770**	**278,414**	**325,243**

	2012	2011	2012	2011
	(in thousand Baht)			
Bad and doubtful debts expenses (reversal) for the				
three-month period ended 30 September	**680**	**1,886**	**(100)**	**1,493**
nine-month period ended 30 September	**2,482**	**3,120**	**518**	**3,136**

Aging analyses for trade accounts receivable were as follows:

	Consolidated financial statements		**Separate financial statements**	
	30 September 2012	31 December 2011	30 September 2012	31 December 2011
	(in thousand Baht)			
Related parties				
Within credit terms	75,975	58,177	64,579	31,615
Overdue:				
Less than 6 months	-	528	27,785	24,676
6-12 months	-	1,670	3,522	4,908
Over 12 months	6,280	41,094	12,633	27,188
	82,255	**101,469**	**108,519**	**88,387**
Less allowance for doubtful accounts	(6,280)	(40,824)	(6,211)	(25,082)
allowance for goods return	-	-	-	-
	75,975	**60,645**	**102,308**	**63,305**
Other parties				
Within credit terms	578,856	566,684	167,012	220,535
Overdue:				
Less than 6 months	100,195	133,778	21,901	58,511
6-12 months	27,508	29,020	5,210	10,261
Over 12 months	120,019	81,221	62,114	39,854
	826,578	**810,703**	**256,237**	**329,161**
Less allowance for doubtful accounts	(121,929)	(88,622)	(68,005)	(50,441)
allowance for goods return	(22,653)	(26,956)	(12,126)	(16,782)
	681,996	**695,125**	**176,106**	**261,938**
Net	**757,971**	**755,770**	**278,414**	**325,243**

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

6 Investments in subsidiaries and associate

	Consolidated financial statements		**Separate financial statements**	
Nine-month period ended 30 September	2012	2011	2012	2011
	(in thousand Baht)			
At 1 January	26,531	26,599	678,026	617,860
Share of profit (loss) of investment in associate	(38)	127	-	-
Acquisition	-	-	31,250	50,936
Reversal of impairment loss on investments in subsidiaries	-	-	32,624	-
At 30 September	**26,493**	**26,726**	**741,900**	**668,796**

At the extraordinary meeting of shareholders of a subsidiary ("Kom Chad Luek Media Co., Ltd.") held on 27 January 2011, the shareholders of the subsidiary approved to decrease the share capital of the subsidiary from Baht 100 million (divided into 10 million ordinary shares at Baht 10 par value) to Baht 25 million (divided into 2.5 million ordinary shares at Baht 10 par value) to compensate its deficit. The subsidiary registered the decrease in share capital with the Ministry of Commerce on 7 March 2011.

On 24 February 2011, the management of the Company approved to establish a new subsidiary, Nation U Co., Ltd, which has a registered share capital Baht 50 million (divided into 5 million ordinary shares at Baht 10 par value). Consequently, at the Board of Directors' meeting of the subsidiary held on 22 September 2011, the Board of Directors approved an additional call-up share capital of 25% of the subsidiary from Baht 12.5 million (divided into 5 million ordinary shares at Baht 2.50 par value) to Baht 25 million (divided into 5 million ordinary shares at Baht 5 par value), totalling Baht 13.75 million. The subsidiary was registered the increase in called up capital with Ministry of Commerce on 17 October 2011.

In March 2011, the Company acquired additional shares of a subsidiary ("Nation International Edutainment Public Company Limited") of 0.7 million shares (0.81% of registered and paid-up share capital of such subsidiary) amounted to Baht 4.06 million to increase the proportionate of investment of the Company to 78.46% of the registered share capital of the subsidiary.

At the annual general meeting of shareholders of a subsidiary ("Nation Broadcasting Corporation Public Company Limited") held on 5 April 2011, the shareholders of the subsidiary approved the appropriation of dividend of Baht 0.44 per share, amounted to Baht 75.03 million from the 2010 operating result. The dividend of Baht 0.34 per share, amounted to Baht 57.80 million was paid to shareholders as the interim dividend during the year 2010, and the dividend of Baht 0.10 per share, amounted to Baht 17.23 million was paid to shareholders during the year 2011.

At the annual general meeting of shareholders of a subsidiary ("Nation International Edutainment Public Company Limited") held on 7 April 2011, the shareholders of the subsidiary approved the appropriation of dividend of Baht 0.15 per share, amounted to Baht 12.75 million from the 2010 operating result. The dividend of Baht 0.10 per share, amounted to Baht 8.50 million was paid to shareholders as the interim dividend during the year 2010, and the dividend of Baht 0.05 per share, amounted to Baht 4.25 million was paid to shareholders during the year 2011.

At the Board of Directors' meeting of a subsidiary ("Nation Broadcasting Corporation Public Company Limited") held on 12 May 2011, the Board of Directors of the subsidiary approved the appropriation of interim dividend to shareholders of Baht 0.10 per share, amounted to Baht 17.24 million. The dividend was paid to shareholders during the year 2011.

On 15 May 2011, the directors, management and/or employees of a subsidiary ("Nation Broadcasting Corporation Public Company Limited") exercised the warrants to purchase ordinary shares 123,000 units totalling of Baht 0.4 million which the subsidiary has share premium amounted to Baht 0.3 million. The subsidiary registered the paid-up share capital from the such exercise with the Ministry of Commerce on 20 May 2011.

On 28 July 2011, the extraordinary shareholders' meeting of a subsidiary (NML Co., Ltd.) passed the resolutions to approve the increase in authorised share capital of such subsidiary from Baht 10 million (divided into 1 million ordinary shares at Baht 10 par value) to Baht 50 million (divided into 5 million ordinary shares at Baht 10 par value) by issuance of new ordinary shares 4 million shares at Baht 10 par value totalling of Baht 40 million. The subsidiary registered the increase in authorised share capital with the Ministry of Commerce on 29 July 2011.

At the Board of Directors' meeting of a subsidiary ("Nation Broadcasting Corporation Public Company Limited") held on 9 August, 2011, the Board of Directors of the subsidiary approved the appropriation of interim dividend to shareholders of Baht 0.10 per share, amounted to Baht 17.24 million. The dividend was paid to shareholders during the year 2011.

At the Board of Directors' meeting of a subsidiary (Nation Broadcasting Corporation Public Company Limited) held on 14 February 2012, the Board of Directors of the subsidiary approved to establish NBC Nextmedia Co., Ltd, which has a registered share capital of Baht 20 million (divided into 2 million ordinary shares at Baht 10 par value) and called-up share capital of 50%. The indirect subsidiary was registered with the Ministry of Commerce on 6 March 2012.

At the Board of Directors' meetings of a subsidiary ("Nation U Co., Ltd.") held on 10 and 20 February 2012, the Board of Directors of the subsidiary approved an additional call-up share capital of 50% of the subsidiary from Baht 25 million (divided into 5 million ordinary shares at Baht 5 par value) to Baht 50 million (divided into 5 million ordinary shares at Baht 10 par value). In addition, the Board of Directors approved to acquire 35% of share capital from the existing shareholders, resulting to an increase in the proportionate of investment of the Company from 55% to 90%, totalling Baht 45 million. The subsidiary was registered with the Ministry of Commerce on 28 February 2012.

At the annual general meeting of shareholders of a subsidiary ("Nation International Edutainment Public Company Limited") held on 24 April 2012, the shareholders of the subsidiary approved the appropriation of dividend of Baht 0.15 per share, amounted to Baht 12.75 million from the 2011 operating result. The dividend was paid to shareholders during the year 2012.

At the annual general meeting of shareholders of a subsidiary ("Nation Broadcasting Corporation Public Company Limited") held on 25 April 2012, the shareholders of the subsidiary approved the appropriation of dividend of Baht 0.30 per share, amounted to Baht 51.72 million from the 2011 operating result. The dividend was paid to shareholders during the year 2011.

At the annual general meeting of shareholders of a subsidiary ("Krungthep Turakij Media Co., Ltd.") held on 30 April 2012, the shareholders of the subsidiary approved the appropriation of dividend of Baht 30 per share, amounted to Baht 7.5 million from the 2011 operating result. The dividend was paid to shareholders during the year 2012.

At the Board of Directors' meeting of a subsidiary ("Nation Broadcasting Corporation Public Company Limited") held on 10 May 2012, the Board of Directors of the subsidiary approved the appropriation of interim dividend to shareholders of Baht 0.06 per share, amounted to Baht 10.41 million. The dividend was paid to shareholders during the year 2012.

On 15 May 2012, the directors, management and/or employees of a subsidiary ("Nation Broadcasting Corporation Public Company Limited") exercised the warrants to purchase ordinary shares 1,036,900 units totalling of Baht 3.5 million which the subsidiary has share premium amounted to Baht 2.4 million. The subsidiary registered the paid-up share capital from the exercise with the Ministry of Commerce on 24 May 2012.

At the Board of Directors' meeting of a subsidiary ("Nation Broadcasting Corporation Public Company Limited") held on 9 August 2012, the Board of Directors of the subsidiary approved the appropriation of interim dividend to shareholders of Baht 0.06 per share, amounted to Baht 10.42 million. The dividend was paid to shareholders during the year 2012.

Investments in subsidiaries and associate as at 30 September 2012 and 31 December 2011, and dividend income from investments for the nine-month periods ended 30 September 2012 and 2011 were as follows:

	Consolidated financial statements													
	Ownership interest		Paid-up capital		Cost		Equity		Impairment		At equity - net of impairment		Dividend income for the nine-month period ended	
	30 September 2012	31 December 2011	30 September 2012	31 December 2011	30 September 2012	31 December 2011	30 September 2012	31 December 2011	30 September 2012	31 December 2011	30 September 2012	31 December 2011	30 September 2012	30 September 2011
	(%)						*(in thousand Baht)*							
Associate														
Yomiuri-Nation Information Service Limited	45.00	45.00	4,000	4,000	**1,800**	**1,800**	**26,493**	**26,531**	**-**	**-**	**26,493**	**26,531**	**-**	**-**

	Separate financial statements											
	Ownership interest		Paid-up capital		Cost		Impairment		At cost - net of impairment		Dividend income for the nine-month period ended	
	30 September 2012	31 December 2011	30 September 2012	31 December 2011	30 September 2012	31 December 2011	30 September 2012	31 December 2011	30 September 2012	31 December 2011	30 September 2012	30 September 2011
	(%)		*(in thousand Baht)*									
Subsidiaries												
Nation Broadcasting Corporation Public Company Limited	61.94	61.99	174,475	173,438	113,942	113,942	-	-	113,942	113,942	12,902	21,408
Nation International Edutainment Public Company Limited	78.46	78.46	85,000	85,000	70,060	70,060	-	-	70,060	70,060	10,004	3,335
Kom Chad Luek Media Co., Ltd.	99.99	99.99	25,000	25,000	99,990	99,990	96,392	96,392	3,598	3,598	-	-
NML Co., Ltd.	99.99	99.99	50,000	50,000	50,000	50,000	40,000	10,000	10,000	40,000	-	-
Nation News Network Co., Ltd.	99.99	99.99	50,000	50,000	50,000	50,000	-	-	50,000	50,000	-	-
Krungthep Turakij Media Co., Ltd.	99.99	99.99	25,000	25,000	25,000	25,000	-	-	25,000	25,000	7,500	-
Nation International Co., Ltd.	99.94	99.94	1,000	1,000	1,000	1,000	1,000	1,000	-	-	-	-
Nation U Co., Ltd.	90.00	55.00	50,000	25,000	45,000	13,750	-	-	45,000	13,750	-	-
WPS (Thailand) Co., Ltd.	84.50	84.50	500,000	500,000	422,500	422,500	-	62,624	422,500	359,876	-	-
Associate												
Yomiuri-Nation Information Service Limited	45.00	45.00	4,000	4,000	1,800	1,800	-	-	1,800	1,800	-	-
Total					**879,292**	**848,042**	**137,392**	**170,016**	**741,900**	**678,026**	**30,406**	**24,743**

7 Property, plant and equipment

Acquisitions, disposals and transfers of property, plant and equipment during the nine-month periods ended 30 September 2012 and 2011 were as follows:

Nine-month period ended 30 September	**Consolidated financial statements** 2012 Acquisitions and transfers in - at cost	2012 Disposals and transfers out - net book value	2011 Acquisitions and transfers in - at cost	2011 Disposals and transfers out - net book value
	(in thousand Baht)			
Land and improvements	136,505	-	-	-
Building and improvements	79,081	1,037	54	-
Leasehold improvements	69,221	456	1,727	-
Machineries and equipment	227	9,612	351	7,225
Furniture, fixtures and office equipment	148,934	989	62,441	4,070
Transportation equipment	3,645	7,903	17,143	1,497
Assets under construction and installation	57,235	36,188	2,495	1,989
Total	**494,848**	**56,185**	**84,211**	**14,781**

Nine-month period ended 30 September	**Separate financial statements** 2012 Acquisitions and transfers in - at cost	2012 Disposals and transfers out - net book value	2011 Acquisitions and transfers in - at cost	2011 Disposals and transfers out - net book value
	(in thousand Baht)			
Building and improvements	69	-	-	-
Leasehold improvements	47,938	-	49	-
Machineries and equipment	-	827	6	4,936
Furniture, fixtures and office equipment	42,704	323	21,363	3,654
Transportation equipment	1,655	7,065	16,006	1,236
Assets under construction and installation	16,000	-	-	-
Total	**108,366**	**8,215**	**37,424**	**9,826**

8 Trade accounts payable

	Note	**Consolidated financial statements** 30 September 2012	31 December 2011	**Separate financial statements** 30 September 2012	31 December 2011
		(in thousand Baht)			
Related parties	*4*	-	2,356	189,446	275,053
Other parties		180,974	165,216	37,340	29,287
Total		**180,974**	**167,572**	**226,786**	**304,340**

9 Employee benefit obligations

	Consolidated financial statements		**Separate financial statements**	
	30 September 2012	31 December 2011	30 September 2012	31 December 2011
	(in thousand Baht)			
Statement of financial position				
Obligation for				
Post-employment benefits	**89,764**	**95,854**	**19,919**	**29,771**

	Consolidated financial statements		**Separate financial statements**	
Three-month period ended 30 September	2012	2011	2012	2011
	(in thousand Baht)			
Statement of comprehensive income:				
Recognised in profit or loss:				
Post-employment benefits	**3,097**	**2,997**	**833**	**850**

	Consolidated financial statements		**Separate financial statements**	
Nine-month period ended 30 September	2012	2011	2012	2011
	(in thousand Baht)			
Statement of comprehensive income:				
Recognised in profit or loss:				
Post-employment benefits	**9,152**	**8,441**	**2,500**	**2,550**

The Group adopted TAS 19 - Employee Benefits with effect from 1 January 2011. The Group/Company has opted to record the entire amount of the transitional obligations as at 1 January 2011, totalling Baht 85.06 million for the Group and Baht 26.37 million for the Company, as an adjustment to retained earnings as at 1 January 2011.

The Group/Company operate defined benefit plans based on the requirement of Thai Labour Protection Act B.E. 2541 (1998) to provide retirement benefits to employees based on pensionable remuneration and length of service.

Movement in the present value of the defined benefit obligations:

	Consolidated financial statements		**Separate financial statements**	
Nine-month period ended 30 September	2012	2011	2012	2011
	(in thousand Baht)			
Defined benefit obligations at 1 January	95,854	85,057	29,771	26,371
Transfer in (out)	-	-	(3,218)	-
Benefits paid by the plan	(15,242)	-	(9,134)	-
Current service costs and interest	9,152	8,441	2,500	2,550
Defined benefit obligations at 30 September	**89,764**	**93,498**	**19,919**	**28,921**

Expense recognised in profit or loss:

	Consolidated financial statements		**Separate financial statements**	
Three-month period ended 30 September	2012	2011	2012	2011
		(in thousand Baht)		
Current service costs	1,968	1,999	522	540
Interest on obligation	1,129	998	311	310
Total	**3,097**	**2,997**	**833**	**850**

	Consolidated financial statements		**Separate financial statements**	
Nine-month period ended 30 September	2012	2011	2012	2011
		(in thousand Baht)		
Current service costs	5,776	5,445	1,565	1,620
Interest on obligation	3,376	2,996	935	930
Total	**9,152**	**8,441**	**2,500**	**2,550**

The expense is recognised in the following line items in the statement of comprehensive income:

	Consolidated financial statements		**Separate financial statements**	
Three-month period ended 30 September	2012	2011	2012	2011
		(in thousand Baht)		
Cost sales of goods and rendering of services	1,546	1,146	150	151
Administrative expenses	1,551	1,851	683	699
Total	**3,097**	**2,997**	**833**	**850**

	Consolidated financial statements		**Separate financial statements**	
Nine-month period ended 30 September	2012	2011	2012	2011
		(in thousand Baht)		
Cost sales of goods and rendering of services	4,510	3,688	450	402
Administrative expenses	4,642	4,753	2,050	2,148
Total	**9,152**	**8,441**	**2,500**	**2,550**

Principal actuarial assumptions at the reporting date (expressed as weighted averages):

	Consolidated financial statements		**Separate financial statements**	
	30 September 2012	31 December 2011	30 September 2012	31 December 2011
		(%)		
Discount rate	3.9 - 4.7	4.7	4.7	4.7
Future salary increases	4.0 - 7.0	4.0 - 7.0	4.0 - 7.0	4.0 - 7.0

Assumptions regarding future mortality are based on published statistics and mortality tables.

10 Share capital

Nine-month period ended 30 September	Par value per share *(in Baht)*	2012 Number	2012 Baht	2011 Number	2011 Baht
		(thousand shares / thousand Baht)			
Authorised					
At 1 January					
- ordinary shares	10	-	-	250,000	2,500,000
- ordinary shares	1	2,500,000	2,500,000	-	-
Reduction in par value					
- from Baht 10 to Baht 1	1	-	-	2,250,000	-
Reduction of shares	1	(852,260)	(852,260)	-	-
Reduction in par value					
- from Baht 1 to Baht 0.53	0.53	-	(774,438)	-	-
At 30 September					
- ordinary shares	1	-	-	**2,500,000**	**2,500,000**
- ordinary shares	0.53	**1,647,740**	**873,302**	-	-
Issued and paid-up					
At 1 January					
- ordinary shares	10	-	-	164,774	1,647,740
- ordinary shares	1	1,647,740	1,647,740	-	-
Reduction in par value					
- from Baht 10 to Baht 1	1	-	-	1,482,966	-
- from Baht 1 to Baht 0.53	0.53	-	(774,438)	-	-
At 30 September					
- ordinary shares	1	-	-	**1,647,740**	**1,647,740**
- ordinary shares	0.53	**1,647,740**	**873,302**	-	-

At the extraordinary shareholders' meeting held on 13 June 2011, the shareholders approved the change in par value of the Company's ordinary shares from Baht 10 per share to Baht 1 per share, resulting to the change in the number of shares from 250 million ordinary shares at Baht 10 par value to 2,500 million ordinary shares at Baht 1 par value. The Company registered the change in par value of ordinary shares with the Ministry of Commerce on 22 June 2011.

At the annual general shareholders' meeting of the Company held on 26 April 2012, the shareholders passed resolutions on the following matters:

a) The decrease in authorised share capital of the Company from Baht 2,500,000,000 to Baht 1,647,740,300 (divided into 1,647,740,300 ordinary shares at Baht 1 par value) by cutting down the registered share capital of 852,259,700 shares, Baht 1 par value. The Company has registered the decrease in share capital with the Ministry of Commerce on 10 May 2012.

b) Transfer of reserve for premium on ordinary shares of Baht 4,136 to compensate the deficit as of 31 December 2011.

c) The decrease in share value of Baht 774,437,941 from Baht 1,647,740,300 to Baht 873,302,359 to compensate the deficit of the Company as of 31 December 2011 by decreasing from Baht 1 par value to Baht 0.53 par value. The Company has registered the reduction in par value with the Ministry of Commerce on 18 July 2012.

11 Segment information

Information about reportable segments:

A Business segments *Nine-month period ended 30 September*	**Printing and advertising media**		**Publishing service**		**Edutainment**		**Broadcasting and new media**		**Others**		**Total**	
	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011
						(in thousand Baht)						
Revenue from external customers	1,345,454	1,193,146	74,179	64,497	123,901	105,517	542,088	482,914	84,167	72,303	2,169,789	1,918,377
Inter-segment revenue	829,972	1,142,334	310,889	314,577	122,321	87,149	3,285	13,671	126,084	129,983	1,392,551	1,687,714
Reportable segment profit (loss) before income tax	192,623	79,153	65,958	38,087	24,718	20,448	51,886	102,232	(36,376)	3,881	298,809	243,801
Reportable segment assets	1,702,683	1,670,802	1,123,867	1,246,200	257,507	246,644	557,704	495,200	333,215	71,028	3,974,976	3,729,874

Reconciliation of reportable segment profit or loss

	Business segments	
Nine-month period ended 30 September	2012	2011
	(in thousand Baht)	
Total profit for reportable segments	298,809	243,801
Elimination of inter-segment profits	(108,869)	(68,802)
Share of profit (loss) of equity accounted investees	(38)	127
Consolidated profit before income tax expense	**189,902**	**175,126**

There have been no changes to the basis of segmentation or the measurement basis for the segment profit or loss since 31 December 2011.

12 Basic earnings (loss) per share

The calculations of basic earnings (loss) per share for the three-month and nine-month periods ended 30 September 2012 and 2011 were based on the profit (loss) for the periods attributable to ordinary shareholders of the Company and the number of shares outstanding during the periods, according to the change in the number ordinary shares as if the share split of 1,647,740,300 shares had occurred at the beginning of the earliest year presented.

	Consolidated financial statements		Separate financial statements	
Three-month period ended 30 September	2012	2011	2012	2011
	(in thousand Baht/ thousand shares)			
Profit (loss) attributable to ordinary shareholders of the Company (basic)	**51,959**	**35,197**	**17,150**	**(5,155)**
Number of ordinary shares outstanding	**1,647,740**	**1,647,740**	**1,647,740**	**1,647,740**
Earnings (loss) per share (basic) *(in Baht)*	**0.03**	**0.02**	**0.01**	**(0.01)**

	Consolidated financial statements		Separate financial statements	
Nine-month period ended 30 September	2012	2011	2012	2011
	(in thousand Baht/ thousand shares)			
Profit attributable to ordinary shareholders of the Company (basic)	**136,926**	**71,946**	**91,087**	**38,357**
Number of ordinary shares outstanding	**1,647,740**	**1,647,740**	**1,647,740**	**1,647,740**
Earnings per share (basic) *(in Baht)*	**0.08**	**0.04**	**0.06**	**0.02**

13 Commitments with non-related parties

	Consolidated financial statements		Separate financial statements	
	30 September 2012	31 December 2011	30 September 2012	31 December 2011
	(in thousand Baht)			
Non-controllable operating lease commitments				
Within one year	100,896	49,630	27,796	5,346
After one year but within five years	248,427	146,201	33,969	-
After five years	53,159	72,789	-	-
Total	**402,482**	**268,620**	**61,765**	**5,346**
Other commitments				
Unused letters of credit	38,956	36,991	38,956	36,991
Forward contracts	38,956	36,991	38,956	36,991
Guarantee credit lines of subsidiaries with financial institutions	-	-	130,000	130,000
Bank guarantees	30,205	25,248	13,828	11,319
Total	**108,117**	**99,230**	**221,740**	**215,301**

a) The Company and its subsidiaries have entered into lease and service agreements for their office premises and facilities with a local company for the period of 2-3 years, expiring in various periods up to 30 November 2014 with an option to be renewable.

b) A subsidiary entered into news supply agreement with a foreign company for a period of 5 years, commencing from 1 June 2011 to 31 May 2016 with an option to be renewable.

c) Three subsidiaries entered into service agreements covering television broadcasting satellite services with a local company. The details are as follows:

Contract date	Contract period	Periods	Total fee
1 October 2009 (Amendment on 11 May 2010)	1 November 2009 to 31 October 2019	10 years	USD 4.40 million
4 February 2010 (Amendment on 11 May 2010)	15 February 2010 to 31 March 2020	10 years	USD 3.20 million
12 September 2011	1 October 2011 to 30 September 2016	5 years	USD 1.20 million
22 May 2012	16 June 2012 to 30 September 2017	5 years	USD 1.36 million
22 May 2012	1 July 2012 to 30 September 2017	5 years	USD 1.35 million

d) The indirect jointly-controlled entity entered into the warehouse rental agreements with two local companies. The indirect jointly-controlled entity agreed to pay rental fees at the rate specified in the agreements. The agreements have durations for 3 years, expiring on 30 November 2013 and 31 December 2013, respectively.

e) A subsidiary entered into a right for broadcasting agreement with a local company for the period of 2 years, commencing from 15 July 2012 to 15 July 2014.