

INTERIM FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORT ON REVIEW
OF INTERIM FINANCIAL INFORMATION
FAR EAST DDB PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
THE SECOND QUARTER ENDED JUNE 30, 2013

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders and the Board of Directors of Far East DDB Public Company Limited

I have reviewed the consolidated statement of financial position of Far East DDB Public Company Limited and its subsidiaries as at June 30, 2013, and the related consolidated statements of comprehensive income for the three-month and six-month periods ended June 30, 2013, consolidated statements of changes in shareholders' equity and consolidated statements of cash flows for the six-month period ended June 30, 2013, and the condensed notes to interim financial statements. I have also reviewed the separate statement of financial position of Far East DDB Public Company Limited as at June 30, 2013, and the separate statements of comprehensive income for the three-month and six-month periods ended June 30, 2013, the separate statements of changes in shareholders' equity and separate statements of cash flows for the six-month period ended June 30, 2013, and the condensed notes to interim financial statements. The management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 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 No. 34, "Interim Financial Reporting".

Emphasis of Matter

As explained in the Note 2 to the interim financial statements, during the six-month period ended June 30, 2013, the Group has adopted new and revised Thai Financial Reporting Standards, which are issued by the Federation of Accounting Professions and effective for the financial statements for the period beginning on or after January 1, 2013, for the preparation and presentation of these interim financial statements. The consolidated and separate financial statements for the six-month period ended June 30, 2012 and the consolidated and separate statements of financial position as at December 31, 2012 and January 1, 2012 which have been presented herewith for comparative purposes have been restated for the effects of the adoption of new and revised Thai Financial Reporting Standards.

Other Matter

The consolidated statement of financial position of Far East DDB Public Company Limited and its subsidiaries and separate statement of financial position of Far East DDB Public Company Limited as at December 31, 2012 (before restated) and January 1, 2012 (before restated) which have been presented herewith for comparative purposes were audited by another auditor in the same firm, whose report dated February 27, 2013 and dated February 28, 2012, respectively, expressed an unqualified opinion. The consolidated and separate statements of comprehensive income, for the three-month and six-month periods ended June 30, 2012 (before restated), consolidate and separate statements of changes in shareholders' equity and consolidate and separate statements of cash flows for the six-month period ended June 30, 2012 (before restated), which have been presented herewith for comparative purposes, were reviewed by another auditor in the same firm, whose report dated August 10, 2012, stated that based on his review, nothing had come to his attention that caused him to believe that the accompanying interim financial information was not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34, "Interim Financial Reporting".

(Atipong Atipongsakul)

Certified Public Accountant

Registration Number 3500

ANS Audit Company Limited

Bangkok, August 14, 2013

FAR EAST DDB PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT JUNE 30, 2013 AND DECEMBER 31, 2012

| | | Unit: Thousand Baht | | | | | |
|---------------------------|---|-----------------------------------|-------------------|------------------|-------------------------------|-------------------|-----------------|
| | | Consolidated financial statements | | | Separate financial statements | | |
| | | June 30, 2013 | December 31, 2012 | January 1, 2012 | June 30, 2013 | December 31, 2012 | January 1, 2012 |
| | | "Unaudited" | "Audited" | "Audited" | "Unaudited" | "Audited" | "Audited" |
| | | "Reviewed" | "Restated" | "Restated" | "Reviewed" | "Restated" | "Restated" |
| Notes | | | | | | | |
| ASSETS | | | | | | | |
| Current Assets | | | | | | | |
| | Cash and cash equivalents | 229,956 | 277,825 | 78,720 | 93,137 | 111,838 | 24,662 |
| 4 | Current investments | 114,163 | 133,149 | 273,793 | 114,163 | 133,149 | 193,793 |
| 5, 18 | Trade and other receivables - net | 385,213 | 474,192 | 455,285 | 256,608 | 298,589 | 339,884 |
| | Unbilled contract revenue | 10,487 | 17,135 | 1,236 | 5,358 | 4,938 | 1,181 |
| | Total Current Assets | 739,819 | 902,301 | 809,034 | 469,266 | 548,514 | 559,520 |
| Non-current Assets | | | | | | | |
| 17.1 | Pledged deposit at financial institution | 7,946 | 5,514 | 5,998 | 6,071 | 4,877 | 3,998 |
| 6 | Investments in associated companies - net | 99,665 | 98,590 | 81,573 | 12,063 | 12,063 | 12,063 |
| 7 | Investments in subsidiary companies - net | - | - | - | 3,459 | 3,459 | 3,459 |
| 8 | Other long-term investments - net | 150,115 | 175,424 | 121,575 | 150,115 | 175,424 | 121,575 |
| 9 | Property, plant and equipment - net | 189,648 | 195,571 | 199,220 | 180,312 | 183,401 | 182,566 |
| 2, 10 | Deferred tax assets | 16,071 | 15,648 | 14,751 | 12,771 | 12,477 | 11,824 |
| | Other non-current assets | 226 | 234 | 230 | 102 | 102 | 102 |
| | Total Non-current Assets | 463,671 | 490,981 | 423,347 | 364,893 | 391,803 | 335,587 |
| | Total Assets | 1,203,490 | 1,393,282 | 1,232,381 | 834,159 | 940,317 | 895,107 |

.....Director

(Mrs.Malee Leelasiriwong)

.....Director

(Mrs.Chailada Tantivejakul)

FAR EAST DDB PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF FINANCIAL POSITION
AS AT JUNE 30, 2013 AND DECEMBER 31, 2012

| | | Unit: Thousand Baht | | | | | | |
|---|---|-----------------------------------|-------------------|------------------|-------------------------------|-------------------|-----------------|----------------|
| | | Consolidated financial statements | | | Separate financial statements | | | |
| | | June 30, 2013 | December 31, 2012 | January 1, 2012 | June 30, 2013 | December 31, 2012 | January 1, 2012 | |
| | | "Unaudited" | "Audited" | "Audited" | "Unaudited" | "Audited" | "Audited" | |
| Notes | | "Reviewed" | "Restated" | "Restated" | "Reviewed" | "Restated" | "Restated" | |
| LIABILITIES AND SHAREHOLDERS' EQUITY | | | | | | | | |
| Current Liabilities | | | | | | | | |
| | Trade and other payables | 11, 18 | 285,316 | 421,006 | 343,518 | 161,100 | 230,642 | 231,641 |
| | Current income tax payables | 10, 16 | 132 | 10,263 | 18,615 | - | 6,296 | 12,728 |
| | Total Current Liabilities | | 285,448 | 431,269 | 362,133 | 161,100 | 236,938 | 244,369 |
| Non-current liabilities | | | | | | | | |
| | Deferred tax liabilities | 2, 10 | 19,935 | 24,933 | 17,767 | 19,376 | 24,374 | 17,440 |
| | Employee benefit obligations | 12 | 45,599 | 43,534 | 39,677 | 32,691 | 31,276 | 28,632 |
| | Other non-current liabilities | 18 | 206 | 206 | 206 | 496 | 496 | 496 |
| | Total Non-Current Liabilities | | 65,740 | 68,673 | 57,650 | 52,563 | 56,146 | 46,568 |
| | Total Liabilities | | 351,188 | 499,942 | 419,783 | 213,663 | 293,084 | 290,937 |
| Shareholders' Equity | | | | | | | | |
| Share capital | | | | | | | | |
| Authorized share capital | | | | | | | | |
| | Common stocks 7,500,000 shares, Baht 10 par value | | 75,000 | 75,000 | 75,000 | 75,000 | 75,000 | 75,000 |
| Issued and paid-up share capital | | | | | | | | |
| | Common stocks 7,500,000 shares, Baht 10 par value | | 75,000 | 75,000 | 75,000 | 75,000 | 75,000 | 75,000 |
| | Premium on common stocks | | 95,000 | 95,000 | 95,000 | 95,000 | 95,000 | 95,000 |
| Retained earnings | | | | | | | | |
| Appropriated | | | | | | | | |
| | Legal reserve | | 7,500 | 7,500 | 7,500 | 7,500 | 7,500 | 7,500 |
| | Unappropriated | 2, 13 | 577,454 | 596,061 | 545,925 | 365,492 | 372,235 | 356,911 |
| | Other components of shareholders' equity | | 77,504 | 97,498 | 69,759 | 77,504 | 97,498 | 69,759 |
| | Total equity attributable to equity holders of the Company | | 832,458 | 871,059 | 793,184 | 620,496 | 647,233 | 604,170 |
| | Non-controlling interests | 2 | 19,844 | 22,281 | 19,414 | - | - | - |
| | Total Shareholders' Equity | | 852,302 | 893,340 | 812,598 | 620,496 | 647,233 | 604,170 |
| | Total Liabilities and Shareholders' Equity | | 1,203,490 | 1,393,282 | 1,232,381 | 834,159 | 940,317 | 895,107 |

.....Director
(Mrs.Malee Leelasiriwong)

.....Director
(Mrs.Chailada Tantivejakul)

FAR EAST DDB PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIODS ENDED JUNE 30, 2013 AND 2012

"Unaudited"
"Reviewed"

Unit: Thousand Baht

| | Notes | Consolidated financial statements | | Separate financial statements | |
|---|-----------|-----------------------------------|--------------------|-------------------------------|--------------------|
| | | 2013 | 2012 "Restated" | 2013 | 2012 "Restated" |
| Revenue from rendering of services and commissions | 18 | 163,054 | 138,339 | 85,454 | 83,145 |
| Cost of services and commissions | 15, 18 | (90,364) | (56,831) | (38,797) | (31,565) |
| Gross profit | | 72,690 | 81,508 | 46,657 | 51,580 |
| Dividend incomes | | 3,944 | 2,989 | 38,960 | 29,719 |
| Other incomes | 14, 18 | 13,938 | 12,112 | 9,230 | 6,817 |
| Profit before expenses | | 90,571 | 96,609 | 94,847 | 88,116 |
| Services and administrative expenses | 15, 18 | (72,579) | (75,194) | (48,569) | (49,818) |
| Share of profit of associates | 6 | 7,444 | 5,785 | - | - |
| Profit before income tax expense | | 25,436 | 27,200 | 46,278 | 38,298 |
| Income tax expense | 2, 10, 16 | (2,926) | (4,436) | (1,533) | (2,137) |
| Profit for the period | | 22,510 | 22,764 | 44,745 | 36,161 |
| Other comprehensive income: | | | | | |
| Gain(loss) on remeasuring available-for-sale investments | 8 | (17,901) | 2,361 | (17,901) | 2,361 |
| Income tax relating to each component of other comprehensive income | | 3,580 | (472) | 3,580 | (472) |
| Other comprehensive income(loss) for the period | | (14,321) | 1,889 | (14,321) | 1,889 |
| Total comprehensive income for the period | | 8,189 | 24,653 | 30,424 | 38,050 |
| Profit attributable to | | | | | |
| Equity holders of the Company | | 21,829 | 21,752 | 44,745 | 36,161 |
| Non-controlling interests | | 681 | 1,012 | - | - |
| | | 22,510 | 22,764 | 44,745 | 36,161 |
| Total comprehensive income attributable to | | | | | |
| Equity holders of the Company | | 7,508 | 23,641 | 30,424 | 38,050 |
| Non-controlling interests | | 681 | 1,012 | - | - |
| | | 8,189 | 24,653 | 30,424 | 38,050 |
| Earnings per share | | | | | |
| Basic earnings per share | | | | | |
| Profit attributable to equity holders of the Company (Baht) | | 2.91 | 2.90 | 5.97 | 4.82 |
| Weighted average number of ordinary shares (shares) | | 7,500,000 | 7,500,000 | 7,500,000 | 7,500,000 |

.....Director
(Mrs.Malee Leelasiriwong)

.....Director
(Mrs.Chailada Tantivejakul)

FAR EAST DDB PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2013 AND 2012

"Unaudited"

"Reviewed"

Unit: Thousand Baht

| | Notes | Consolidated financial statements | | Separate financial statements | |
|---|-----------|-----------------------------------|------------|-------------------------------|------------|
| | | 2013 | 2012 | 2013 | 2012 |
| | | | "Restated" | | "Restated" |
| Revenue from rendering of services and commissions | 18 | 308,831 | 246,386 | 180,647 | 165,164 |
| Cost of services and commissions | 15, 18 | (161,969) | (98,949) | (85,417) | (66,281) |
| Gross profit | | 146,862 | 147,437 | 95,230 | 98,883 |
| Dividend incomes | | 3,944 | 2,989 | 39,260 | 30,019 |
| Other incomes | 14, 18 | 26,182 | 25,755 | 16,064 | 15,318 |
| Profit before expenses | | 176,988 | 176,181 | 150,554 | 144,220 |
| Services and administrative expenses | 15, 18 | (139,276) | (139,059) | (93,625) | (94,885) |
| Share of profit of associates | 6 | 12,174 | 10,784 | - | - |
| Profit before income tax expense | | 49,886 | 47,906 | 56,929 | 49,335 |
| Income tax expense | 2, 10, 16 | (7,146) | (8,180) | (3,672) | (4,711) |
| Profit for the period | | 42,740 | 39,726 | 53,257 | 44,624 |
| Other comprehensive income: | | | | | |
| Gain on remeasuring available-for-sale investments | 8 | (24,992) | 2,646 | (24,992) | 2,646 |
| Income tax relating to each component of other comprehensive income | | 4,998 | (529) | 4,998 | (529) |
| Other comprehensive income (loss) for the period | | (19,994) | 2,117 | (19,994) | 2,117 |
| Total comprehensive income for the period | | 22,746 | 41,843 | 33,263 | 46,741 |
| Profit attributable to | | | | | |
| Equity holders of the Company | | 41,393 | 38,190 | 53,257 | 44,624 |
| Non-controlling interests | | 1,347 | 1,536 | - | - |
| | | 42,740 | 39,726 | 53,257 | 44,624 |
| Total comprehensive income attributable to | | | | | |
| Equity holders of the Company | | 21,399 | 40,307 | 33,263 | 46,741 |
| Non-controlling interests | | 1,347 | 1,536 | - | - |
| | | 22,746 | 41,843 | 33,263 | 46,741 |
| Earnings per share | | | | | |
| Basic earnings per share | | | | | |
| Profit attributable to equity holders of the Company (Baht) | | 5.52 | 5.09 | 7.10 | 5.95 |
| Weighted average number of ordinary shares (shares) | | 7,500,000 | 7,500,000 | 7,500,000 | 7,500,000 |

.....Director
(Mrs.Malee Leelasiriwong)

.....Director
(Mrs.Chailada Tantivejakul)

FAR EAST DDB PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2013 AND 2012

"Unaudited"
"Reviewed"

| Unit: Thousand Baht | | | | | | | | | |
|--|-------------------------------------|-----------------------------|----------------------------------|----------------|---|----------|------------------------------|----------------------------------|--|
| Consolidated financial statement | | | | | | | | | |
| Equity attributable to equity holders of the Company | | | | | | | | | |
| Notes | Share capital Issued and paid-up | Premium on common stocks | Retained earnings | | Other components of shareholders' equity | | Non-controlling interests | Total Shareholders' Equity | |
| | | | Appropriated to legal reserve | Unappropriated | Other comprehensive income Available-for-sale investment | Total | | | |
| | 75,000 | 95,000 | 7,500 | 579,414 | 121,872 | 878,786 | 21,839 | 900,625 | |
| 2 | - | - | - | 16,647 | (24,374) | (7,727) | 442 | (7,285) | |
| | 75,000 | 95,000 | 7,500 | 596,061 | 97,498 | 871,059 | 22,281 | 893,340 | |
| Changes in shareholders' equity for the period | | | | | | | | | |
| 13 | - | - | - | (60,000) | - | (60,000) | (3,784) | (63,784) | |
| | - | - | - | 41,393 | (19,994) | 21,399 | 1,347 | 22,746 | |
| | 75,000 | 95,000 | 7,500 | 577,454 | 77,504 | 832,458 | 19,844 | 852,302 | |
| Balance at June 30, 2013 | | | | | | | | | |
| | 75,000 | 95,000 | 7,500 | 530,405 | 87,199 | 795,104 | 18,987 | 814,091 | |
| 2 | - | - | - | 15,520 | (17,440) | (1,920) | 427 | (1,493) | |
| | 75,000 | 95,000 | 7,500 | 545,925 | 69,759 | 793,184 | 19,414 | 812,598 | |
| Changes in shareholders' equity for the period | | | | | | | | | |
| 13 | - | - | - | (67,500) | - | (67,500) | (2,703) | (70,203) | |
| | - | - | - | 38,190 | 2,117 | 40,307 | 1,536 | 41,843 | |
| | 75,000 | 95,000 | 7,500 | 516,615 | 71,876 | 765,991 | 18,247 | 784,238 | |
| Balance at June 30, 2012 | | | | | | | | | |

.....Director:
(Mrs.Malee Leelasiriwong)

.....Director:
(Mrs.Chailada Tantivejakul)

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

FAR EAST DDB PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2013 AND 2012

"Unaudited"
"Reviewed"

Unit: Thousand Baht

| Separate financial statement: | | | | | | |
|--|-------------------------------------|-----------------------------|----------------------------------|----------------|---|----------------------------------|
| Notes | Share capital Issued and paid-up | Premium on common stocks | Retained earnings | | Other components of | Total Shareholders' Equity |
| | | | Appropriated to legal reserve | Unappropriated | shareholders' equity Other comprehensive income Available-for-sale investment | |
| Balance at January 1, 2013 before restatement | 75,000 | 95,000 | 7,500 | 359,758 | 121,872 | 659,130 |
| Effects of changes in accounting policies | 2 | - | - | 12,477 | (24,374) | (11,897) |
| Balance at January 1, 2013 after restatement | 75,000 | 95,000 | 7,500 | 372,235 | 97,498 | 647,233 |
| Changes in shareholders' equity for the period | | | | | | |
| Dividend | 13 | - | - | (60,000) | - | (60,000) |
| Total comprehensive income for the period | - | - | - | 53,257 | (19,994) | 33,263 |
| Balance at June 30, 2013 | 75,000 | 95,000 | 7,500 | 365,492 | 77,504 | 620,496 |
| | | | | | | |
| Balance at January 1, 2012 before restatement | 75,000 | 95,000 | 7,500 | 345,087 | 87,199 | 609,786 |
| Effects of changes in accounting policies | 2 | - | - | 11,824 | (17,440) | (5,616) |
| Balance at January 1, 2012 after restatement | 75,000 | 95,000 | 7,500 | 356,911 | 69,759 | 604,170 |
| Changes in shareholders' equity for the period | | | | | | |
| Dividend | 13 | - | - | (67,500) | - | (67,500) |
| Total comprehensive income for the period | - | - | - | 44,624 | 2,117 | 46,741 |
| Balance at June 30, 2012 | 75,000 | 95,000 | 7,500 | 334,035 | 71,876 | 583,411 |

.....Director:
(Mrs.Malee Leelasiriwong)

.....Director:
(Mrs.Chailada Tantivejakul)

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

FAR EAST DDB PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2013 AND 2012

"Unaudited"

"Reviewed"

Unit: Thousand Baht

| | Consolidated financial statements | | Separate financial statements | |
|---|-----------------------------------|--------------------|-------------------------------|--------------------|
| | 2013 | 2012 "Restated" | 2013 | 2012 "Restated" |
| Cash flows from operating activities: | | | | |
| Profit before income tax expenses | 49,886 | 47,906 | 56,929 | 49,335 |
| Adjustments to reconcile profit before income tax expense to net cash provided by (used in) operating activities | | | | |
| Depreciation | 7,465 | 8,021 | 4,371 | 4,599 |
| Share of profit of associates | (12,174) | (10,784) | - | - |
| Estimation of employee benefit obligations | 2,065 | 1,928 | 1,415 | 1,321 |
| Loss on impairment of other long-term investment | 54 | 450 | 54 | 450 |
| Gain on sales of other long-term investments | (2,666) | - | (2,666) | - |
| (Gain) loss on disposal of equipment | (2) | (1,056) | 17 | 9 |
| (Gain) loss on exchange rate | 111 | (196) | 111 | (189) |
| Dividend income from subsidiary and associated company | - | - | (35,316) | (27,030) |
| Dividend income from other long-term investments | (3,944) | (2,989) | (3,944) | (2,989) |
| Profit from operations before changes of operating assets and liabilities | 40,795 | 43,280 | 20,971 | 25,506 |
| Change in operating assets (increase) decrease | | | | |
| Trade and other receivables | 93,066 | 203,490 | 47,007 | 170,211 |
| Unbilled contract revenue | 6,649 | (18,771) | (420) | (7,733) |
| Pledged deposit at financial institution | (2,433) | 4,126 | (1,195) | 2,801 |
| Other non-current assets | 8 | (2) | - | - |

.....Director

(Mrs.Malee Leelasiriwong)

.....Director

(Mrs.Chailada Tantivejakul)

FAR EAST DDB PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2013 AND 2012

"Unaudited"

"Reviewed"

Unit: Thousand Baht

| | Consolidated financial statements | | Separate financial statements | |
|--|-----------------------------------|------------|-------------------------------|------------|
| | 2013 | 2012 | 2013 | 2012 |
| | | "Restated" | | "Restated" |
| Change in operating liabilities increase (decrease) | | | | |
| Trade and other payables | (134,637) | (102,872) | (69,542) | (103,021) |
| Cash provided by (used in) operating activities | 3,448 | 129,251 | (3,179) | 87,764 |
| Income tax paid | (20,001) | (26,182) | (12,450) | (18,168) |
| Net cash provided by (used in) operating activities | (16,553) | 103,069 | (15,629) | 69,596 |
| Cash flows from investing activities | | | | |
| Current investment (increase) decrease | 18,985 | 68,777 | 18,985 | (11,223) |
| Dividend income from subsidiary and associated company | 11,100 | 9,733 | 35,316 | 27,030 |
| Dividend income from other long-term investments | 3,944 | 2,989 | 3,944 | 2,989 |
| Acquisition of equipment | (1,626) | (5,166) | (1,364) | (4,600) |
| Proceeds on sales of equipment | 85 | 1,067 | 67 | 2 |
| Acquisitions of other long-term investment | (1,537) | - | (1,537) | - |
| Proceeds on sales of other long-term investment | 1,517 | - | 1,517 | - |
| Dividend payment for non-controlling interests | (3,784) | (2,703) | - | - |
| Net cash provided by investing activities | 28,683 | 74,697 | 56,928 | 14,198 |
| Cash flow from financing activities | | | | |
| Dividend payments | (60,000) | (67,500) | (60,000) | (67,500) |
| Net cash used in financing activities | (60,000) | (67,500) | (60,000) | (67,500) |
| Net increase (decrease) in cash and cash equivalents | (47,869) | 110,266 | (18,701) | 16,294 |
| Cash and cash equivalents at beginning of the periods | 277,825 | 78,720 | 111,838 | 24,662 |
| Cash and cash equivalents at end of the periods | 229,956 | 188,986 | 93,137 | 40,956 |

.....Director
(Mrs.Malee Leelasiriwong)

.....Director
(Mrs.Chailada Tantivejakul)

FAR EAST DDB PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
THE CONDENSED NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2013 (UNAUDITED BUT REVIEWED)

1. GENERAL INFORMATION

Far East DDB Public Company Limited (“the Company”) was registered in Thailand in accordance with the provision of the Civil and Commercial Code on February 12, 1964 and converted to be a Public Company on May 12, 1994. Its office is located at 465/1-467 Sri Ayudhya Road, Thungphayathai, Ratchathewi, Bangkok.

The Company’s main businesses are as an advertising agent or broker, and in production and advertising related services.

2. BASIS OF INTERIM FINANCIAL STATEMENTS PRESENTATION

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard No. 34, Interim Financial Reporting (revised 2009), including related interpretations and guidelines promulgated by the Federation of Accounting Professions (“FAP”), applicable rules and regulations of the Securities and Exchange Commission.

The interim financial statements have been prepared in the Thai language and expressed in Thai Baht, rounded to the nearest thousand unless otherwise stated. Such interim financial statements have been prepared for domestic reporting purposes. For the convenience of the readers not conversant with the Thai language, an English version of the interim financial statements has been provided by translating from the Thai version of the interim financial statements.

Other than those specified in the notes to the annual and interim financial statements, all other balances presented in these interim financial statements are prepared under the historical cost basis.

The interim financial statements have been prepared to provide information additional to that included in the financial statements for the year ended December 31, 2012. They 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 for the year ended December 31, 2012.

The preparation of the interim financial statements in conformity with Thai Financial Reporting Standards requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying amounts of assets and liabilities that are not readily apparent from other sources. Subsequent actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised, if the revision affects only that period, and in the period of the revision and future periods, if the revision affects both current and future periods.

..... Director
(Mrs.Malee Leelasiriwong)

..... Director
(Mrs.Chailada Tantivejakul)

Basis of Preparation of the consolidated interim financial statements

The consolidated interim financial statements related to the Company and its subsidiaries (together referred to as “the Group”) and the Group’s interest in the associate are prepared using the same basis as were used for the consolidated financial statements for the year ended December 31, 2012.

There is no changes in the structure of the Group during the current periods.

Application of new accounting standards during the period

The Federation of Accounting Professions issued the following accounting standards, financial reporting standard, accounting standard interpretations and accounting treatment guidance that are effective for fiscal years beginning on or after 1 January 2013.

Accounting standards:

| | |
|-----------------------|--|
| TAS 12 | Income Taxes |
| TAS 20 (revised 2009) | Accounting for Government Grants and Disclosure of Government Assistance |
| TAS 21 (revised 2009) | The Effects of Changes in Foreign Exchange Rates |

Financial Reporting Standard:

| | |
|--------|--------------------|
| TFRS 8 | Operating Segments |
|--------|--------------------|

Accounting Standard Interpretations:

| | |
|-------|---|
| TI 10 | Government Assistance - No Specific Relation to Operating Activities |
| TI 21 | Income Taxes - Recovery of Revalued Non-Depreciable Assets |
| TI 25 | Income Taxes - Changes in the Tax Status of an Entity or its Shareholders |

Accounting Treatment Guidance for Transfers of Financial Assets

In year 2013, the Group has adopted new and revised TFRS which are effective for the financial statements for the period beginning on or after January 1, 2013. Such transition affected the Group’s overall financial position and financial performance as follows:

..... Director
(Mrs.Malee Leelasiriwong)

..... Director
(Mrs.Chailada Tantivejakul)

Thai Accounting Standard (TAS) No. 12 – Income taxes

The main change introduced by TAS 12 is the requirement to account for deferred tax assets and liabilities in the Group's financial statements. Deferred tax assets and liabilities are the amounts of income taxes recoverable and payable, respectively, in future periods in respect of temporary differences between the carrying amount of the assets or liabilities in the statement of financial position and the amount attributed to that assets or liabilities for tax purposes, and the carry forward of unused tax losses.

The Group adopted TAS 12 with effective from January 1, 2013. The effects of the change were recognized retrospectively in the financial statements and the statement of financial position as at December 31, 2012 and January 1, 2012 and the statement of comprehensive income for the three-month and six-month period ended June 30, 2012 were adjusted accordingly. The management estimates the impact on the financial statements as follows:

| | Unit: Thousand Baht | | | | | |
|---|-----------------------------------|----------------------|--------------------|-------------------------------|----------------------|--------------------|
| | Consolidated financial statements | | | Separate financial statements | | |
| | June 30, 2013 | December 31, 2012 | January 1, 2012 | June 30, 2013 | December 31, 2012 | January 1, 2012 |
| The statements of financial position | | | | | | |
| Investments in associated companies | 2,120 | 2,000 | 1,523 | - | - | - |
| Increase in deferred tax assets | 16,071 | 15,648 | 14,751 | 12,771 | 12,477 | 11,824 |
| Increase in deferred tax liabilities | (19,935) | (24,933) | (17,767) | (19,376) | (24,374) | (17,440) |
| Decrease in shareholders' equity | (1,744) | (7,285) | (1,493) | (6,605) | (11,897) | (5,616) |
| Increase in retained earnings | 17,165 | 16,647 | 15,520 | 12,771 | 12,477 | 11,824 |
| Decrease in other components of shareholders' equity | (19,376) | (24,374) | (17,440) | (19,376) | (24,374) | (17,440) |
| Increase in non-controlling interest | 467 | 442 | 427 | - | - | - |
| Decrease in shareholders' equity | (1,744) | (7,285) | (1,493) | (6,605) | (11,897) | (5,616) |

..... Director
(Mrs.Malee Leelasiriwong)

13
..... Director
(Mrs.Chailada Tantivejakul)

| | Unit: Thousand Baht | | | |
|--|---|-------|-------------------------------|-------|
| | For the three-month periods ended June 30 | | | |
| | Consolidated financial statements | | Separate financial statements | |
| | 2013 | 2012 | 2013 | 2012 |
| The statements of comprehensive income | | | | |
| Share of profit of associates | 60 | 84 | - | - |
| Decrease in income tax expenses | (217) | (299) | (152) | (222) |
| Increase in profit for the periods | 277 | 383 | 152 | 222 |
| Increase in basic earnings per share (Baht per share) | 0.04 | 0.05 | 0.02 | 0.03 |
| Income tax relating to each component of other comprehensive income | 3,580 | (472) | 3,580 | (472) |

| | Unit: Thousand Baht | | | |
|--|---|-------|-------------------------------|-------|
| | For the six-month periods ended June 30 | | | |
| | Consolidated financial statements | | Separate financial statements | |
| | 2013 | 2012 | 2013 | 2012 |
| The statements of comprehensive income | | | | |
| Share of profit of associates | 120 | 168 | - | - |
| Decrease in income tax expenses | (423) | (495) | (294) | (354) |
| Increase in profit for the periods | 543 | 663 | 294 | 354 |
| Increase in basic earnings per share (Baht per share) | 0.07 | 0.09 | 0.04 | 0.05 |
| Income tax relating to each component of other comprehensive income | 4,998 | (529) | 4,998 | (529) |

New and revised Thai Financial Reporting Standards not yet effective

The Group has not yet adopted the new and revised Thai Financial Reporting Standards as follows:

- a) Thai Financial Reporting Interpretations (TFRI) and Thai Interpretations (TI) which are effective for the financial statements for the period beginning on or after January 1, 2014 as follows:

| TFRI/TI | Topic |
|----------------|---|
| TFRI 1 | Changes in Existing Decommissioning, Restoration and Similar Liabilities |
| TFRI 4 | Determining whether an Arrangement contains a Lease |
| TFRI 5 | Rights to Interests arising from Decommission, Restoration and Environmental Rehabilitation Funds |

..... Director
(Mrs.Malee Leelasiriwong)

..... Director
(Mrs.Chailada Tantivejakul)

| TFRI/TI | Topic |
|---------|--|
| TFRI 7 | Applying the Restatement Approach under TAS 29 Financial Reporting in Hyperinflationary Economies |
| TFRI 10 | Interim Financial Reporting and Impairment |
| TFRI 12 | Service Concession Arrangements |
| TFRI 13 | Customer Loyalty Programmes |
| TI 29 | Service Concession Arrangements: Disclosures |

The management of the Group is assessing the impacts of these interpretations on the financial statements for the period in which they are initially applied.

- b) Thai Financial Reporting Standard (TFRS) which is effective for the financial statements for the period beginning on or after January 1, 2016 as follows:

| TFRS | Topic |
|------------|---------------------|
| TFRS No. 4 | Insurance Contracts |

The management of the Group is assessing the impacts of this standard on the financial statements for the period in which they are initially applied.

3. SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended December 31, 2012 except the adoption of TAS 12 as follows:

Income tax

Income tax expense represents the sum of corporate income tax currently payable and deferred tax.

Current tax

Current income tax is provided in the accounts at the amount expected to be paid to the taxation authorities, based on taxable profits determined in accordance with tax legislation.

Deferred tax

The Group recognises deferred income tax provided on temporary differences between the tax bases of assets and liabilities and their carrying amounts at the end of each reporting period, using the tax rates enacted at the end of the reporting period.

The Group recognises deferred tax liabilities for all taxable temporary differences while they recognise deferred tax assets for all deductible temporary differences and tax losses carried forward to the extent that it is probable that future taxable profit will be available against which such deductible temporary differences and tax losses carried forward can be utilised.

..... Director
(Mrs.Malee Leelasiriwong)

..... Director
(Mrs.Chailada Tantivejakul)

At each reporting date, the Group reviews and reduces the carrying amount of deferred tax assets to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised.

The Group records deferred tax directly to shareholders' equity if the tax relates to items that are recorded directly to shareholders' equity.

4. CURRENT INVESTMENTS

Current investments as at June 30, 2013 and December 31, 2012 consisted of:

| | Unit: Thousand Baht | | | |
|--|---|-------------------|---------------|------------|
| | Consolidated financial statements/ Separate financial statements | | Interest Rate | |
| | | | % per annum | |
| | June 30, 2013 | December 31, 2012 | 2013 | 2012 |
| Fixed deposits at financial institutions | 114,163 | 133,149 | 2.0-3.75 | 3.0 - 3.75 |

..... Director
(Mrs.Malee Leelasiriwong)

..... Director
(Mrs.Chailada Tantivejakul)

5. TRADE AND OTHER RECEIVABLES – NET

Trade and other receivables as at June 30, 2013 and December 31, 2012 consisted of:

| | Unit: Thousand Baht | | | |
|---|-----------------------------------|----------------------|-------------------------------|----------------------|
| | Consolidated financial statements | | Separate financial statements | |
| | June 30, 2013 | December 31, 2012 | June 30, 2013 | December 31, 2012 |
| Trade receivables | | | | |
| Trade receivable - related parties | 150,727 | 238,158 | 90,058 | 111,974 |
| Trade receivable - others | 225,810 | 237,951 | 156,532 | 187,945 |
| Post dated cheques | 4,850 | 19 | 4,850 | 19 |
| Total trade receivables | 381,387 | 476,128 | 251,440 | 299,938 |
| <u>Less Allowance for doubtful accounts</u> | (8,627) | (8,627) | (5,034) | (5,034) |
| Total trade receivables - net | 372,760 | 467,501 | 246,406 | 294,904 |
| Other receivables | | | | |
| Accrued income | 926 | 1,103 | 891 | 937 |
| Prepaid expenses | 5,131 | 1,842 | 4,758 | 919 |
| Advances | 567 | 318 | 359 | 223 |
| Others | 5,829 | 3,428 | 4,194 | 1,606 |
| Total other receivables | 12,453 | 6,691 | 10,202 | 3,685 |
| Trade and other receivables - net | 385,213 | 474,192 | 256,608 | 298,589 |

..... Director

(Mrs.Malee Leelasiriwong)

..... Director

(Mrs.Chailada Tantivejakul)

Trade receivables can be classified by age analysis as at June 30, 2013 and December 31, 2012 as follow:

| | Unit: Thousand Baht | | | |
|---|-----------------------------------|----------------------|-------------------------------|----------------------|
| | Consolidated financial statements | | Separate financial statements | |
| | June 30, 2013 | December 31, 2012 | June 30, 2013 | December 31, 2012 |
| Trade receivables - subsidiaries | | | | |
| Current and not over 3 months | - | - | 5 | - |
| Trade receivables - associated companies | | | | |
| Current and not over 3 months | 2,351 | 5,255 | 2,351 | 5,255 |
| Trade receivables - related companies | | | | |
| Current and not over 3 months | 148,376 | 224,267 | 87,702 | 98,082 |
| Over 3-12 months | - | 8,636 | - | 8,636 |
| Trade receivables - others | | | | |
| Current and not over 3 months | 161,196 | 213,152 | 96,166 | 167,793 |
| Over 3-12 months | 55,987 | 15,233 | 55,332 | 15,119 |
| Over 12 months | 8,627 | 9,566 | 5,034 | 5,034 |
| Post dated cheques | 4,850 | 19 | 4,850 | 19 |
| Total trade receivables | 381,387 | 476,128 | 251,440 | 299,938 |
| <u>Less</u> Allowance for doubtful accounts | (8,627) | (8,627) | (5,034) | (5,034) |
| Trade receivables - net | 372,760 | 467,501 | 246,406 | 294,904 |

..... Director
(Mrs.Malee Leelasiriwong)

..... Director
(Mrs.Chailada Tantivejakul)

6. INVESTMENTS IN ASSOCIATED COMPANIES – NET

Investments in associated companies – net as at June 30, 2013 and December 31, 2012, and dividend income from the investment during the six-month periods ended June 30, 2013 and 2012, consisted of:

| Company | Industries | Relations | Unit: Thousand Baht | | | | | | | | | |
|--|-----------------|--------------|----------------------|---------|----------------|-------|----------------------|--------|----------------------|--------|----------|-------|
| | | | Unit: Thousand Baht | | Percentage of | | Consolidated | | Separate | | Dividend | |
| | | | Issued share capital | | investment (%) | | financial statements | | financial statements | | | |
| | | | 2013 | 2012 | 2013 | 2012 | Equity method | | Cost method - net | | | |
| 2013 | 2012 | 2013 | 2012 | 2013 | 2012 | 2013 | 2012 | 2013 | 2012 | | | |
| Inter Continental Holding Co.,Ltd. | Investment | Shareholding | 8,000 | 8,000 | 40.00 | 40.00 | 2,237 | 1,908 | 3,200 | 3,200 | - | - |
| Integrated Communication Co.,Ltd. | Public Relation | Shareholding | 3,500 | 3,500 | 40.00 | 40.00 | 14,117 | 15,328 | 1,400 | 1,400 | 2,800 | 2,100 |
| Myanmar Spa-Today-Far East Ltd. | Agency | Shareholding | \$83.33 | \$83.33 | 30.00 | 30.00 | 4,061 | 3,374 | 797 | 797 | - | - |
| Spa-Today-Far East (Thailand) Co.,Ltd. | Agency | Shareholding | 1,000 | 1,000 | 30.00 | 30.00 | 2,165 | 1,629 | - | - | 300 | 300 |
| Media Intelligence Co.,Ltd. | Agency | Shareholding | 20,000 | 20,000 | 33.33 | 33.33 | 77,085 | 76,352 | 6,666 | 6,666 | 8,000 | 7,333 |
| Total | | | | | | | 99,665 | 98,590 | 12,063 | 12,063 | 11,100 | 9,733 |

The Company recorded share of profits from investments in associated companies for using equity method amounting to Baht 3.54 million and Baht 10.78 million in the consolidated statements of comprehensive income the six-month periods ended June 30, 2013 and 2012, respectively by using management reports which have not yet been audited or reviewed by an auditor.

..... Director

(Mrs.Malee Leelasiriwong)

..... Director

(Mrs.Chailada Tantivejakul)

7. INVESTMENTS IN SUBSIDIARY COMPANIES – NET

Investments in subsidiary companies - net as at June 30, 2013 and December 31, 2012, and dividend income from the investment during the six-month periods ended June 30, 2013 and 2012, consisted of:

| Company | Industries | Relations | Unit: Thousand Baht | | | | | | | |
|--------------------------------------|------------|--------------|----------------------|-------|----------------|-------|-------------------------------|---------|----------|--------|
| | | | Unit: Thousand Baht | | Percentage of | | Separate financial statements | | | |
| | | | Issued share capital | | investment (%) | | Cost method - net | | Dividend | |
| | | | 2013 | 2012 | 2013 | 2012 | 2013 | 2012 | 2013 | 2012 |
| Fame Line Co.,Ltd. | Agency | Shareholding | 4,000 | 4,000 | 86.48 | 86.48 | 3,459 | 3,459 | 24,216 | 17,297 |
| Rapp Collins (Thailand) Co., Ltd | Agency | Shareholding | 5,000 | 5,000 | 52.00 | 52.00 | 2,600 | 2,600 | - | - |
| Total | | | | | | | 6,059 | 6,059 | 24,216 | 17,297 |
| <u>Less</u> allowance for impairment | | | | | | | (2,600) | (2,600) | | |
| Investment - net | | | | | | | 3,459 | 3,459 | | |

..... Director
(Mrs.Malee Leelasiriwong)

..... Director
(Mrs.Chailada Tantivejakul)

8. OTHER LONG - TERM INVESTMENTS - NET

Other long-term investments – net as at June 30, 2013 and December 31, 2012 consisted of:

| | Unit: Thousand Baht | | | | | |
|---|---|------------------------|---------|---|------------------------|---------|
| | June 30, 2013 | | | December 31, 2012 | | |
| | Consolidated financial statement/ Separate financial statement | | | Consolidated financial statement/ Separate financial statement | | |
| | Available- for- sale securities | General investments | Total | Available- for- sale securities | General investments | Total |
| Marketable equity securities | | | | | | |
| Saha Pathana Inter-Holding Plc. | 32,057 | - | 32,057 | 40,938 | - | 40,938 |
| I.C.C. International Plc. | 33,298 | - | 33,298 | 35,195 | - | 35,195 |
| Boutique Newcity Plc. | 1,210 | - | 1,210 | 1,325 | - | 1,325 |
| The Siam Cement Plc. | 1,314 | - | 1,314 | 1,320 | - | 1,320 |
| Saha Pathanapibul Plc. | 46,973 | - | 46,973 | 60,081 | - | 60,081 |
| Nation Multimedia Group Plc. | 3,526 | - | 3,526 | 2,706 | - | 2,706 |
| Inter Far East Engineering Plc. | 180 | - | 180 | 2,223 | - | 2,223 |
| Nation International Edutainment Plc. | 35 | - | 35 | 59 | - | 59 |
| Non-marketable equity securities | | | | | | |
| Investments in common stock - Net from impairment of investments of Baht 23.53 million in period 2013 and Baht 23.48 million in year 2012. | - | 31,522 | 31,522 | - | 31,577 | 31,577 |
| Total | 118,593 | 31,522 | 150,115 | 143,847 | 31,577 | 175,424 |

As at June 30, 2013 and December 31, 2012, the Group had general investments in common stock in 17 companies which represent investments in non-marketable securities, which were presented at cost net from allowance for impairment of these investments. The Company evaluates for the impairment of investment for each fiscal year and records impairment loss in the statement of comprehensive income.

..... Director
(Mrs.Malee Leelasirivong)

..... Director
(Mrs.Chailada Tantivejakul)

9. PROPERTY, PLANT AND EQUIPMENT - NET

Changes in property, plant and equipment for the six-month period ended June 30, 2013 can be summarized as follows:

| | Unit: Thousand Baht | |
|---|-------------------------------------|---------------------------------|
| | Consolidated financial statement | Separate financial statement |
| Cost | | |
| Balance as at January 1, 2013 | 364,109 | 315,858 |
| Additions/Transfers in during the period | 1,626 | 1,365 |
| Disposals/Transfers out during the period | (894) | (306) |
| Balance as at June 30, 2013 | <u>364,841</u> | <u>316,917</u> |
| Accumulated depreciation | | |
| Balance as at January 1, 2013 | (168,538) | (132,457) |
| Depreciation for the period | (7,465) | (4,371) |
| Accumulated depreciation of disposal for the period | 810 | 223 |
| Balance as at June 30, 2013 | <u>(175,193)</u> | <u>(136,605)</u> |
| Carrying value | | |
| As at January 1, 2013 | 195,571 | 183,401 |
| As at June 30, 2013 | <u>189,648</u> | <u>180,312</u> |

As at June 30, 2013, property, plant and equipment consisted of land with book value in the amount of Baht 159.19 million, buildings and equipment in the amount of Baht 30.46 million in the consolidated financial statements and land with book value in the amount of Baht 159.19 million, buildings and equipment in the amount of Baht 21.13 million in the separate financial statements.

Depreciations for the three-month and six-month periods ended June 30, 2013 and 2012 in the statements of comprehensive income are as follows:

| | Unit: Thousands Baht | | | |
|-----------------------------|-----------------------------------|-------|-------------------------------|-------|
| | Consolidated financial statements | | Separate financial statements | |
| | 2013 | 2012 | 2013 | 2012 |
| For the three-month periods | 3,641 | 4,018 | 2,137 | 2,331 |
| For the six-month periods | 7,465 | 8,021 | 4,371 | 4,599 |

..... Director
(Mrs.Malee Leelasiriwong)

..... Director
(Mrs.Chailada Tantivejakul)

The carrying amounts of fully depreciated assets that are still in use are as follows:

| | Unit: Thousand Baht | |
|-------------------------|--------------------------------------|----------------------------------|
| | Consolidated financial statements | Separate financial statements |
| As at June 30, 2013 | 120,623 | 107,895 |
| As at December 31, 2012 | 115,957 | 99,367 |

10. DEFERRED TAX

Movements in deferred tax assets and deferred tax liabilities during the periods were as follows:

| | Unit: Thousand Baht | | | | | |
|---|-----------------------------------|----------------|---------------------|-------------------------------|----------------|---------------------|
| | Consolidated financial statements | | | Separate financial statements | | |
| | At January 1, 2013 | Changes | At June 30, 2013 | At January 1, 2013 | Changes | At June 30, 2013 |
| Deferred tax assets | | | | | | |
| Allowance for doubtful accounts | 1,725 | - | 1,725 | 1,007 | - | 1,007 |
| Allowance for impairment of subsidiary companies | 520 | - | 520 | 520 | - | 520 |
| Allowance for impairment of other investment | 4,695 | 11 | 4,706 | 4,695 | 11 | 4,706 |
| Provision for employee benefit obligations | 8,708 | 412 | 9,120 | 6,255 | 283 | 6,538 |
| Total | 15,648 | 423 | 16,071 | 12,477 | 294 | 12,771 |
| Deferred tax liabilities | | | | | | |
| Depreciation | 559 | - | 559 | - | - | - |
| Gain on remeasuring available-for-sale investments | 24,374 | (4,998) | 19,376 | 24,374 | (4,998) | 19,376 |
| Total | 24,933 | (4,998) | 19,935 | 24,374 | (4,998) | 19,376 |

..... Director
(Mrs.Malee Leelasiriwong)

..... Director
(Mrs.Chailada Tantivejakul)

Movements in deferred tax assets and deferred tax liabilities during the periods were as follows:

| | Unit: Thousand Baht | | | | | |
|--|-----------------------------------|------------|---------------|-------------------------------|------------|---------------|
| | Consolidated financial statements | | | Separate financial statements | | |
| | At January 1, | | At June 30, | At January 1, | | At June 30, |
| | 2012 | Changes | 2012 | 2012 | Changes | 2012 |
| Deferred tax assets | | | | | | |
| Allowance for doubtful accounts | 1,725 | - | 1,725 | 1,007 | - | 1,007 |
| Allowance for impairment of subsidiary companies | 520 | - | 520 | 520 | - | 520 |
| Allowance for impairment of other investment | 4,570 | 90 | 4,660 | 4,570 | 90 | 4,660 |
| Provision for employee benefit obligations | 7,936 | 386 | 8,322 | 5,727 | 264 | 5,991 |
| Total | 14,751 | 476 | 15,227 | 11,824 | 354 | 12,178 |
| Deferred tax liabilities | | | | | | |
| Depreciation | 327 | - | 327 | - | - | - |
| Gain on remeasuring available-for-sale investments | 17,440 | 529 | 17,969 | 17,440 | 529 | 17,969 |
| Total | 17,767 | 529 | 18,296 | 17,440 | 529 | 17,969 |

..... Director
(Mrs.Malee Leelasiriwong)

..... Director
(Mrs.Chailada Tantivejakul)

11. TRADE AND OTHER PAYABLES

Trade and other payables as at June 30, 2013 and December 31, 2012 consisted of:

| | Unit: Thousand Baht | | | |
|--|-----------------------------------|----------------------|-------------------------------|----------------------|
| | Consolidated financial statements | | Separate financial statements | |
| | June 30, 2013 | December 31, 2012 | June 30, 2013 | December 31, 2012 |
| Trade payables | | | | |
| Trade payables - related parties | 19,828 | 24,529 | 17,507 | 18,965 |
| Trade payables - others | 241,514 | 331,462 | 129,645 | 177,432 |
| Total trade payables | 261,342 | 355,991 | 147,152 | 196,397 |
| Other payables: | | | | |
| Accrued employee benefits | 12,000 | 46,125 | 6,000 | 23,562 |
| Accrued expenses | 11,198 | 17,733 | 7,626 | 10,599 |
| Advertising income received in advance | 220 | 16 | 220 | 16 |
| Others | 556 | 1,141 | 102 | 68 |
| Total other payables | 23,974 | 65,015 | 13,948 | 34,245 |
| Total trade and other payables | 285,316 | 421,006 | 161,100 | 230,642 |

12. EMPLOYEE BENEFITS OBLIGATIONS

Movement of the present value of employee benefits obligations and employee benefit expenses for the six-month period ended June 30, 2013 and 2012 as follows:

| | Unit: Thousand Baht | | | |
|---|-----------------------------------|--------|-------------------------------|--------|
| | Post-employment benefit plan | | | |
| | Consolidated financial statements | | Separate financial statements | |
| | 2013 | 2012 | 2013 | 2012 |
| Employee benefit obligations at beginning period | 43,534 | 39,677 | 31,276 | 28,632 |
| <u>Add</u> Employee benefit expenses in the statements of comprehensive income: | | | | |
| Current service cost for the period | 1,181 | 1,131 | 809 | 775 |
| Interest from obligation for the period | 884 | 797 | 606 | 546 |
| <u>Less</u> Payment for employee benefit obligations | - | - | - | - |
| Employee benefit obligations at ending period | 45,599 | 41,605 | 32,691 | 29,953 |

..... Director
(Mrs.Malee Leelasiriwong)

..... Director
(Mrs.Chailada Tantivejakul)

13. DIVIDEND PAYMENT

The resolutions of the Company's Ordinary General Shareholders' Meeting No. 19 held on April 26, 2013, approved to pay dividends from the result of the Company's operations for the year 2012 in the amount of Baht 60 million, at Baht 8 per share. The dividend payment date was May 23, 2013.

The resolutions of a subsidiary's Ordinary General Shareholders' Meeting No. 24 held on April 26, 2013, approved to pay dividends from the result of its operations for the year 2012 in the amount of Baht 28 million, at Baht 700 per share. The dividend payment date was May 23, 2013.

The resolutions of the Company's Ordinary General Shareholders' Meeting No. 18 held on April 27, 2012, approved to pay dividends from the result of the Company's operations for the year 2011 in the amount of Baht 67.50 million, at Baht 9 per share. The dividend payment date was May 24, 2012.

The resolutions of a subsidiary's Ordinary General Shareholders' Meeting No. 23 held on April 27, 2012, approved to pay dividends from the result of its operations for the year 2011 in the amount of Baht 20 million, at Baht 500 per share. The dividend payment date was May 23, 2012.

14. OTHER INCOMES

Other incomes included cash discounts resulting from cash management for the three-month and six-month periods ended June 30, 2013 and 2012 are as follow:

| | Unit: Thousand Baht | | | |
|-----------------------------|-----------------------------------|--------|-------------------------------|-------|
| | Consolidated financial statements | | Separate financial statements | |
| | 2013 | 2012 | 2013 | 2012 |
| For the three-month periods | 8,620 | 8,550 | 3,683 | 3,346 |
| For the six-month periods | 17,430 | 18,387 | 6,860 | 7,999 |

..... Director
(Mrs.Malee Leelasiriwong)

..... Director
(Mrs.Chailada Tantivejakul)

15. EXPENSES BY NATURE

Significant expenses by nature for the three-month and six-month periods ended June 30, 2013 and 2012 were as follows:

| | Unit: Thousand Baht | | | |
|------------------------------------|-----------------------------------|---------|-------------------------------|---------|
| | Consolidated financial statements | | Separate financial statements | |
| | 2013 | 2012 | 2013 | 2012 |
| For the three-month periods | | | | |
| Cost of services and commissions | 90,364 | 56,831 | 38,797 | 31,565 |
| Employee benefits | 42,470 | 48,911 | 26,989 | 29,709 |
| Depreciation | 3,641 | 4,018 | 2,137 | 2,331 |
| Others | 26,468 | 22,265 | 19,443 | 17,778 |
| Total | 162,943 | 132,025 | 87,366 | 81,383 |
| For the six-month periods | | | | |
| Cost of services and commissions | 161,969 | 98,949 | 85,417 | 66,281 |
| Employee benefits | 99,127 | 97,586 | 65,167 | 62,937 |
| Depreciation | 7,465 | 8,021 | 4,371 | 4,599 |
| Others | 32,684 | 33,452 | 24,087 | 27,349 |
| Total | 301,245 | 238,008 | 179,042 | 161,166 |

..... Director
(Mrs.Malee Leelasiriwong)

..... Director
(Mrs.Chailada Tantivejakul)

16. INCOME TAX EXPENSES

Royal Decree No. 530 B.E. 2554 dated December 14, 2011 grants a reduction in the corporate income tax rate from 30% to 23% on net profit for the accounting period beginning on or after January 1, 2012, and will be reduced to 20% on net profit for the two consecutive accounting periods beginning on or after January 1, 2013 onwards.

Income tax expense for the three-month and six-month periods ended June 30, 2013 and 2012 as follows:

| | Unit: Thousand Baht | | | |
|------------------------------------|-----------------------------------|-------|-------------------------------|-------|
| | Consolidated financial statements | | Separate financial statements | |
| | 2013 | 2012 | 2013 | 2012 |
| For the three-month periods | | | | |
| Current tax expense | | | | |
| Current period | 3,143 | 4,735 | 1,685 | 2,359 |
| Deferred tax expense | | | | |
| Movements in temporary differences | (217) | (299) | (152) | (222) |
| Total | 2,926 | 4,436 | 1,533 | 2,137 |
| For the six-month periods | | | | |
| Current tax expense | | | | |
| Current period | 7,569 | 8,675 | 3,966 | 5,065 |
| Deferred tax expense | | | | |
| Movements in temporary differences | (423) | (495) | (294) | (354) |
| Total | 7,146 | 8,180 | 3,672 | 4,711 |

..... Director
(Mrs.Malee Leelasiriwong)

..... Director
(Mrs.Chailada Tantivejakul)

17. COMMITMENTS AND CONTINGENT LIABILITIES

17.1 As at June 30, 2013 and December 31, 2012, the Group has contingent liability in relation to letters of guarantee issued by banks amounting to approximately Baht 7.94 million and Baht 5.51 million, respectively. The Group pledged their 3 months time deposit as collateral for the letters of guarantee.

17.2 As at June 30, 2013 and December 31, 2012, the Company has a management services agreement with a related company whereby the latter granted the Company the right in trademark, assistance in business development and client services, and technical assistance involved in customers both nationwide and regionwide. The Company will reciprocate this company by paying an annual fee of Baht 3 million.

As at June 30, 2013 and December 31, 2012, the Subsidiary had memorandum of understanding for business establishing with related company in oversea which the subsidiary will pay a management fee at the rate of 2% of gross margin (US\$ 1,000 in case the profit after tax less than the computed fee) each year.

17.3 As at June 30, 2013 and December 31, 2012, the Company had unused overdraft facilities from commercial banks, totaling Baht 12 million, which were guaranteed by a director of the Company in the amount of Baht 10 million and the remaining amount had no collateral and personal guarantee.

17.4 As at June 30, 2013 and December 31, 2012, the Company had outstanding forward contract line from a commercial bank of USD 200,000 from the total of USD 200,000 or equivalent.

18. RELATED PARTY TRANSACTIONS

The Group has certain transactions with its related parties. These companies are related through common shareholdings and/or directorships. A portion of the Company's assets, liabilities, revenues and expenses arose from transactions with related parties. The effects of these transactions are reflected in the accompanying financial statement on the basis of market price under normal commercial activities as determined by the companies concerned. The significant outstanding balances as at June 30, 2013 and December 31, 2012 and the significant transactions with related parties for the three-month and six-month periods ended June 30, 2013 and 2012 can be summarized as follows:

| | Unit: Thousand Baht | | | |
|-----------------------------|-----------------------------------|---------|-------------------------------|---------|
| | Consolidated financial statements | | Separate financial statements | |
| | 2013 | 2012 | 2013 | 2012 |
| Assets | | | | |
| Trade and other receivables | 151,593 | 238,243 | 90,974 | 112,219 |
| Liabilities | | | | |
| Trade payable | 19,828 | 24,529 | 17,507 | 18,965 |
| Deposit receipts | 194 | 194 | 484 | 484 |

..... Director
(Mrs.Malee Leelasiriwong)

..... Director
(Mrs.Chailada Tantivejakul)

Unit: Thousand Baht

| | Consolidated financial statements | | Separate financial statements | |
|--|-----------------------------------|--------|-------------------------------|--------|
| | June 30, | | June 30, | |
| | 2013 | 2012 | 2013 | 2012 |
| For the three-month periods | | | | |
| Transactions with related companies | | | | |
| Revenue from rendering of services | 73,787 | 58,840 | 18,712 | 22,801 |
| Other incomes | 512 | 484 | 1,211 | 1,341 |
| Service expenses | 3,736 | 3,753 | 2,511 | 2,040 |
| Consulting fee expenses | 150 | 150 | 90 | 120 |
| Transactions with related persons | | | | |
| Key management compensation | | | | |
| Short-term benefits | 8,969 | 8,111 | 6,230 | 7,231 |
| For the six-month periods | | | | |
| Transactions with related companies | | | | |
| Revenue from rendering of services | 144,516 | 88,126 | 57,254 | 39,322 |
| Other incomes | 1,569 | 1,573 | 3,111 | 3,300 |
| Service expenses | 7,560 | 6,746 | 4,468 | 3,965 |
| Consulting fee expenses | 300 | 300 | 240 | 240 |
| Transactions with related persons | | | | |
| Key management compensation | | | | |
| Short-term benefits | 13,254 | 13,277 | 10,323 | 12,217 |

..... Director
(Mrs.Malee Leelasiriwong)

..... Director
(Mrs.Chailada Tantivejakul)

19. OPERATING SEGMENT

The Group has operated only as a domestic advertising agency, therefore, there is no presentation of information by operating segment.

Information about major customers

The Group has revenues from the major customers at 10% or more of the Group's revenues for the three-month and six-month periods ended June 30, 2013 and 2012 as follows:

| For the three-month periods ended | Number of Customers | Amount (Million Baht) |
|-----------------------------------|---------------------|-----------------------|
| June 30, 2013 | 5 | 243.17 |
| June 30, 2012 | 6 | 233.31 |

| For the six-month periods ended | Number of Customers | Amount (Million Baht) |
|---------------------------------|---------------------|-----------------------|
| June 30, 2013 | 6 | 459.93 |
| June 30, 2012 | 7 | 394.93 |

20. EMPLOYEE PROVIDENT FUND

A subsidiary and its employees have jointly registered a provident fund scheme under the Provident Fund Act B.E. 2530. The fund is contributed equally by both the employees and the subsidiary at the rate of 2-5 percent of the employee's salary based on the number of employees' working year. The fund will be paid to the employees upon termination in accordance with the rules of the fund. Contribution payment is starting April 1, 2008.

21. APPROVAL OF INTERIM FINANCIAL STATEMENT

The Company's authorized directors approved to issue these interim financial statements on August 14, 2013.

..... Director
(Mrs.Malee Leelasiriwong)

..... Director
(Mrs.Chailada Tantivejakul)