

FAR EAST DDB PUBLIC COMPANY LIMITED

**CONSOLIDATED AND SEPARATE
FINANCIAL STATEMENTS**

DECEMBER 31, 2017

AUDITOR'S REPORT

To The Shareholders of Far East DDB Public Company Limited

Opinion

I have audited the consolidated financial statements of Far East DDB Public Company Limited and its subsidiaries, which comprise the consolidated statements of financial position as at December 31, 2017, the related consolidated statements of income, comprehensive income, changes in shareholders' equity and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies, and have also audited the separate financial statements of Far East DDB Public Company Limited for the same period.

In my opinions, the financial statements referred to above present fairly, in all material respects, the financial position of Far East DDB Public Company Limited and its subsidiaries and of Far East DDB Public Company Limited as at December 31, 2017, their financial performance and cash flows for the year then ended in accordance with Thai Financial Reporting Standards.

Basis for Opinion

I conducted my audit in accordance with Thai Standards on Auditing. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Group in accordance with the Code of Ethics for Professional Accountants as issued by the Federation of Accounting Professions as relevant to my audit of the financial statements, and I have fulfilled my other ethical responsibilities in accordance with the Code. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, were of most significance in my audit of the financial statements of the current period. These matters were addressed in the context of my audit of the financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

Transactions with related parties

The Group companies have transactions with several related parties, which were disclosed in Note 22 to the financial statements. The Group companies have to determine how to gather information to be disclosed in the notes to the financial statements are complete and accurate. The pricing policy is based on the trading price of normal business.

My audit procedures included evaluating and testing of control and effectiveness of the internal control system and collect information about transactions with related parties. I randomly checked transactions with related parties by inspection report transactions with related parties. I have audited the types of relationships with related parties, the

documentation for the accounting recorded of income and expenses from related parties, the Company's accounting policy in setting trading price and comparative analysis of unusual items.

The results of a audited are satisfactory, and in my opinions, I did not find unusual items that material misstatement.

Other Matter

The consolidated statements of financial position as at December 31, 2016, the consolidated statements of income, comprehensive income, changes in shareholders' equity and cash flows for the year then ended, of Far East DDB Public Company Limited and subsidiaries and the separate financial statements of Far East DDB Public Company Limited, which have been presented herewith for comparative purpose were audited by another auditor, expressed an unqualified opinion, whose report date February 24, 2017.

Other Information

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and my auditor's report thereon. The annual report of the Group is expected to be made available to me after the date of this auditor's report.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated.

When I read the annual report, if I conclude that there is a material misstatement therein, I am required to communicate the matter to those charged with governance for correction of the misstatement.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Thai Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Thai Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Thai Standards on Auditing, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the group audit. I remain solely responsible for my audit opinion.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

(Dr.Preecha Suan)

Certified Public Accountant Registration No. 6718

February 23, 2018

FAR EAST DDB PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

	Notes	BAHT			
		CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
		2017	2016	2017	2016
ASSETS					
Current Assets					
Cash and cash equivalents	4.2 and 5	292,333,312	122,617,042	59,803,566	47,480,562
Short-term investments					
Fixed deposit at bank		20,197,662	62,663,211	12,181,727	51,630,362
Investments in Open-end Fund	4.3 and 6	105,377,335	290,515,828	76,166,378	97,102,704
Total short-term investments		125,574,997	353,179,039	88,348,105	148,733,066
Trade accounts receivable	4.4 and 7	333,842,020	350,722,195	168,865,497	142,234,385
Other receivables					
Accrued income		71,117	2,334,358	59,920	2,243,068
Prepaid expenses		4,394,660	6,424,086	3,294,721	4,783,201
Others		1,753,655	8,267,277	718,494	4,147,517
Total other receivables		6,219,432	17,025,721	4,073,135	11,173,786
Work-in-progress	4.5	6,256,219	659,867	329,687	269,267
Other current assets		2,468,431	761,371	1,303,137	-
Total Current Assets		766,694,411	844,965,235	322,723,127	349,891,066
Non-Current Assets					
Fixed deposit with obligations		8,000,000	12,500,000	5,000,000	5,000,000
Investments in available-for-sale securities	4.6 and 8	510,724,163	388,129,587	510,724,163	336,837,488
Investments in associates	4.6 and 9	144,876,284	161,725,249	6,001,470	7,463,132
Investments in subsidiaries	4.6 and 10	-	-	22,766,010	7,259,400
Other long-term investments	4.6 and 11	36,488,455	31,255,045	35,488,455	31,255,045
Investments in convertible debentures	4.6 and 12	11,235,000	-	11,235,000	-
Property, plant and equipment	4.7 and 13	194,571,464	196,903,929	175,581,332	177,815,643
Intangible assets	4.8 and 14	19,050	24,649	-	-
Refundable withholding tax		7,219,352	9,003,395	2,434,991	4,540,247
Other non-current assets		537,029	1,334,950	125,519	169,915
Total Non-Current Assets		913,670,797	800,876,804	769,356,940	570,340,870
TOTAL ASSETS		1,680,365,208	1,645,842,039	1,092,080,067	920,231,936

Notes to the financial statements form an integral part of these statements.

FAR EAST DDB PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

	Notes	BAHT			
		CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
		2017	2016	2017	2016
LIABILITIES AND SHAREHOLDERS' EQUITY					
Current Liabilities					
Trade accounts payable		348,178,560	394,981,061	123,602,673	128,683,698
Other accounts payable					
Accrued expenses		7,621,766	9,108,051	6,907,420	7,142,125
Accrued directors' remuneration and bonus		45,503,753	38,658,880	13,400,000	8,103,430
Others		1,397,098	937,724	315,970	176,613
Total other accounts payable		54,522,617	48,704,655	20,623,390	15,422,168
Advance received from disposal in associated company		-	33,333,500	-	33,333,500
Accrued corporate income taxes		5,802,489	3,909,406	1,698,821	-
Other current liabilities		7,171,493	8,401,687	1,767,123	2,647,107
Total Current Liabilities		415,675,159	489,330,309	147,692,007	180,086,473
Non-Current Liabilities					
Provision for long-term employee benefits	4.10 and 15	45,430,159	47,739,793	22,289,101	27,659,856
Deferred tax liabilities	4.11 and 20	22,013,842	6,987,414	26,260,517	10,397,801
Other non-current liabilities		784,000	824,000	1,081,500	1,121,500
Total Non-Current Liabilities		68,228,001	55,551,207	49,631,118	39,179,157
TOTAL LIABILITIES		483,903,160	544,881,516	197,323,125	219,265,630

Notes to the financial statements form an integral part of these statements.

FAR EAST DDB PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

	Note	BAHT			
		CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
		2017	2016	2017	2016
LIABILITIES AND SHAREHOLDERS' EQUITY (CONTINUED)					
Shareholders' Equity					
Share capital					
Authorized share capital					
		75,000,000	75,000,000	75,000,000	75,000,000
		7,500,000 common stocks of Baht 10 par value			
Issued and paid-up share capital					
		75,000,000	75,000,000	75,000,000	75,000,000
		7,500,000 common stocks at Baht 10 each			
		95,000,000	95,000,000	95,000,000	95,000,000
		Premium on common stocks			
		91,690	87,085	-	-
		Premium from purchasing addition shares in subsidiary			
Retained earnings					
Appropriated					
	16	7,500,000	7,500,000	7,500,000	7,500,000
		Legal reserve			
		844,796,215	777,664,791	567,263,356	432,582,060
		Unappropriated			
		149,832,438	91,916,042	149,993,586	90,884,246
		Other components of the shareholders' equity			
		1,172,220,343	1,047,167,918	894,756,942	700,966,306
		Total Shareholders' Equity of Parent Company			
		24,241,705	53,792,605	-	-
		Non-controlling interests			
		1,196,462,048	1,100,960,523	894,756,942	700,966,306
		Total Shareholders' Equity			
		1,680,365,208	1,645,842,039	1,092,080,067	920,231,936
		TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY			

Notes to the financial statements form an integral part of these statements.

FAR EAST DDB PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF INCOME

FOR THE YEAR ENDED DECEMBER 31, 2017

	Notes	BAHT			
		CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
		2017	2016	2017	2016
Revenue from rendering of services and commissions		742,201,327	739,966,193	264,176,880	285,041,591
Cost of services and commissions		399,139,867	413,249,468	127,009,292	145,778,824
Gross profit		343,061,460	326,716,725	137,167,588	139,262,767
Dividend income and return on investments in					
Private Fund		10,314,100	10,241,751	138,896,020	59,236,287
Other incomes					
Gain on investment disposal in associate	4.6 and 9	18,328,864	-	40,420,338	-
Others		35,469,332	45,271,338	11,958,173	23,059,607
Total other incomes		53,798,196	45,271,338	52,378,511	23,059,607
Profit before expenses		407,173,756	382,229,814	328,442,119	221,558,661
Services and administrative expenses		281,420,702	283,138,989	127,191,475	137,542,927
Share of profit from investments in associates	4.6 and 9	29,404,091	36,006,804	-	-
Profit before income tax expenses		155,157,145	135,097,629	201,250,644	84,015,734
Income tax expenses	4.12 and 20	28,373,292	19,513,269	13,389,518	5,846,680
Profit for the periods		126,783,853	115,584,360	187,861,126	78,169,054
Profit attributable to					
Equity holders of the parent		121,401,623	105,740,032	187,861,126	78,169,054
Non-controlling interests		5,382,230	9,844,328	-	-
		126,783,853	115,584,360	187,861,126	78,169,054
Earnings per share to equity holders of the parent					
Basic Earnings Per Share (Baht)	4.13	16.19	14.10	25.05	10.42
Issued and paid-up 7,500,000 common stocks					

Notes to the financial statements form an integral part of these statements.

FAR EAST DDB PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED DECEMBER 31, 2017

	Note	BAHT			
		CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
		2017	2016	2017	2016
Profit for the year		126,783,853	115,584,360	187,861,126	78,169,054
Other comprehensive income (loss) :					
Item that may be reclassified subsequently to profit or loss :					
Gain from the remeasuring of					
investment in available-for-sale securities		73,886,675	22,893,104	73,886,675	21,364,075
Components of income tax		(14,777,335)	(4,578,620)	(14,777,335)	(4,272,815)
Gain from the remeasuring of investment in					
available-for-sale securities-net of tax		59,109,340	18,314,484	59,109,340	17,091,260
The reversal gain from the remeasuring					
of investment in available-for-sale on disposals		(1,491,292)	-	-	-
Components of income tax		298,259	-	-	-
The reversal gain from the remeasuring of investment					
in available-for-sale on disposals -net of tax		(1,193,033)	-	-	-
Total gain from the remeasuring of investment					
in available-for-sale -net of tax		57,916,307	18,314,484	59,109,340	17,091,260
Item that not reclassified subsequently to profit or loss :					
Actuarial loss from employee benefit plan	15	(2,280,032)	-	(849,788)	-
Components of income tax		456,007	-	169,958	-
Actuarial loss from employee benefit					
plan-net of tax		(1,824,025)	-	(679,830)	-
Total other comprehensive income for the year		56,092,282	18,314,484	58,429,510	17,091,260
Total comprehensive income for the year		182,876,135	133,898,844	246,290,636	95,260,314
Total comprehensive income attributable to					
Equity holders of the parent		177,547,820	123,889,197	246,290,636	95,260,314
Non-controlling interests		5,328,315	10,009,647	-	-
		182,876,135	133,898,844	246,290,636	95,260,314

Notes to the financial statements form an integral part of these statements.

FAR EAST DDB PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS (1/3)

FOR THE YEAR ENDED DECEMBER 31, 2017

	BAHT			
	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before income tax expenses	155,157,145	135,097,629	201,250,644	84,015,734
Adjustment to reconcile profit before income tax expenses to cash provided from (used in) operation :				
Depreciation	6,782,404	7,251,596	3,290,786	5,062,380
Amortization of intangible assets	5,599	3,351	-	-
Gain on disposal of investments in available-for-sale security	(3,253,675)	-	-	-
Gain on disposal of investments in associates	(18,328,864)	-	(40,420,338)	-
(Gain) loss on repayment of investments in associate	-	847,057	-	(525,643)
Dividend income from investments in associates	-	-	(22,699,920)	(16,599,936)
Dividend income from investments in subsidiaries	-	-	(105,882,000)	(32,394,600)
Dividend income from investments in other companies	(6,314,100)	(5,241,751)	(6,314,100)	(5,241,751)
Return on investments in Private Fund	(4,000,000)	(5,000,000)	(4,000,000)	(5,000,000)
Interest income	(1,480,863)	(1,960,827)	(569,121)	(907,014)
Write-off of prepaid income tax	84,936	62,861	6,793	31,261
Gain on disposal and unused equipment	(1,301,430)	(168,719)	(1,227,922)	(246,837)
Unrealized loss on exchange rates	-	8,081	-	8,081
Unrealized gain on investments in Open-end Fund	(406,478)	(787,151)	(194,502)	(581,128)
Long-term employee benefits expenses	3,696,169	4,246,931	2,065,292	2,504,875
Loss on diminution of investment in other companies	138,350	253,249	138,350	253,249
Share of profit from investments in associates	(29,404,091)	(36,006,804)	-	-
Profit from operation before changes in operating assets and liabilities items	101,375,102	98,605,503	25,443,962	30,378,671
(INCREASE) DECREASE IN OPERATING ASSETS ITEMS				
Investments in Open-end Fund	185,544,971	(196,147,201)	21,130,828	(54,000,000)
Trade accounts receivable	16,880,175	20,470,160	(26,631,112)	27,955,797
Other receivables	10,626,915	9,106,206	6,919,306	3,783,006
Work-in-progress	(5,596,352)	(659,867)	(60,420)	(269,267)
Other current assets	(1,707,060)	1,225,466	(1,303,137)	1,303,272
Fix deposit with obligation	4,500,000	-	-	-
Other non-current assets	797,921	(1,064,987)	44,396	(67,538)
INCREASE (DECREASE) IN OPERATING LIABILITIES ITEMS				
Trade accounts payable	(46,802,501)	65,395,528	(5,081,025)	8,340,223
Other accounts payable	5,806,262	1,022,867	5,201,222	(5,123,000)
Other current liabilities	(1,230,194)	2,970,823	(879,984)	828,345
Provision for long-term employee benefits	(8,285,835)	(972,003)	(8,285,835)	(972,003)
Other non-current liabilities	(40,000)	-	(40,000)	41,000

Notes to the financial statements form an integral part of these statements.

FAR EAST DDB PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS (2/3)

FOR THE YEAR ENDED DECEMBER 31, 2017

	BAHT			
	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
Cash provided from (used in) operation	261,869,404	(47,505)	16,458,201	12,198,506
Income tax expenses paid	(28,756,178)	(23,190,615)	(10,435,358)	(8,638,896)
Proceeds from income tax refund	4,978,435	8,165,762	2,098,463	7,437,536
NET CASH PROVIDED FROM (USED IN) OPERATING ACTIVITIES	238,091,661	(15,072,358)	8,121,306	10,997,146
CASH FLOWS FROM INVESTING ACTIVITIES				
(Increase) decrease in fixed deposit at bank	42,465,549	(11,451,455)	39,448,635	(12,985,926)
Interest income	1,660,237	2,197,619	750,466	1,103,490
Purchase of investments in associate	(1,500)	-	(1,500)	-
Purchase of investments in subsidiary	-	-	-	(2,400,000)
Purchase of investments in subsidiary from non-controlling interests	(15,506,610)	-	(15,506,610)	-
Purchase of investments in available-for-sale securities				
- Private Fund	(100,000,000)	-	(100,000,000)	-
Purchase of investments in convertible debentures	(11,235,000)	-	(11,235,000)	-
Purchase of other investments	(6,043,760)	(184,545)	(5,043,760)	-
Purchase of plant and equipment	(4,892,883)	(22,552,667)	(1,221,076)	(10,848,358)
Purchase of intangible assets	-	(28,000)	-	-
Proceeds from sales of investments in associates	8,550,000	-	8,550,000	-
Proceeds from non-controlling interests in subsidiary	-	3,244,545	-	-
Advance received from sales of investment in associates	-	33,333,500	-	33,333,500
Proceeds from disposal of equipment	1,756,074	654,207	1,392,523	467,290
Proceeds from capital decrease of investment in other companies	672,000	960,000	672,000	960,000
Dividend income from investments in associates	22,699,920	16,599,936	22,699,920	16,599,936
Dividend income from investments in subsidiaries	-	-	105,882,000	32,394,600
Dividend income from investments in other companies	6,314,100	5,241,751	6,314,100	5,241,751
Proceeds from disposal of investments in available-for-sale securities	53,054,482	-	-	-
Proceeds from return on investments in Private Fund	4,000,000	5,000,000	4,000,000	5,000,000
NET CASH PROVIDED FROM INVESTING ACTIVITIES	3,492,609	33,014,891	56,701,698	68,866,283
CASH FLOWS FROM FINANCING ACTIVITIES				
Subsidiary's dividend paid to non-controlling interests	(19,368,000)	(6,755,400)	-	-
Dividend payments	(52,500,000)	(45,000,000)	(52,500,000)	(45,000,000)
NET CASH USED IN FINANCING ACTIVITIES	(71,868,000)	(51,755,400)	(52,500,000)	(45,000,000)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	169,716,270	(33,812,867)	12,323,004	34,863,429
CASH AND CASH EQUIVALENTS AS AT JANUARY 1,	122,617,042	156,429,909	47,480,562	12,617,133
CASH AND CASH EQUIVALENTS AS AT DECEMBER 31,	292,333,312	122,617,042	59,803,566	47,480,562

Notes to the financial statements form an integral part of these statements.

FAR EAST DDB PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS (3/3)

FOR THE YEAR ENDED DECEMBER 31, 2017

	BAHT			
	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
ADDITIONAL DISCLOSURE ITEMS TO CASH FLOWS STATEMENTS :				
NON-CASH FLOWS ITEMS COMPRISE :				
Gain from the remeasuring of investments				
in available-for-sale securities	73,886,675	22,893,104	73,886,675	21,364,075
Decrease investments in associate due to advance received	(33,333,500)	-	(33,333,500)	-
Increase in equipment from asset payable	11,700	-	-	-
Effect of adjustment of actuarial estimates from employee benefit plan :-				
- Increase in deferred tax assets	456,007	-	169,958	-
- Increase in provision for long-term employee benefits	(2,280,032)	-	(849,788)	-
- Decrease in retained earnings	1,770,199	-	679,830	-
- Decrease in non-controlling interests	53,826	-	-	-

Notes to the financial statements form an integral part of these statements.

FAR EAST DDB PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2017
CONSOLIDATED

		BAHT									
		Shareholders' equity of the parent									
	Notes	Issued and paid-up share capital	Premium on common stocks	Surplus on changes in interest in subsidiary	Retained earnings		Other components of the shareholders' equity		Total equity holders of the parent	Non-controlling interests	Total shareholders' equity
					Appropriated Legal reserve	Unappropriated	Other comprehensive income				
						Investments in available-for-sale securities					
Year 2016											
Beginning balances, January 1, 2016		75,000,000	95,000,000	87,085	7,500,000	716,924,759	73,766,877	968,278,721	47,293,813	1,015,572,534	
Comprehensive income for the year 2016						105,740,032	18,149,165	123,889,197	10,009,647	133,898,844	
Dividend payment	17					(45,000,000)		(45,000,000)	(6,755,400)	(51,755,400)	
Increase non-controlling interests from investment									3,244,545	3,244,545	
Ending balances, December 31, 2016		75,000,000	95,000,000	87,085	7,500,000	777,664,791	91,916,042	1,047,167,918	53,792,605	1,100,960,523	
Year 2017											
Beginning balances, January 1, 2017		75,000,000	95,000,000	87,085	7,500,000	777,664,791	91,916,042	1,047,167,918	53,792,605	1,100,960,523	
Comprehensive income for the year 2017											
Total comprehensive income for the year						121,401,623	57,916,396	179,318,019	5,382,141	184,700,160	
Adjustment of actuarial loss from employee benefit plan - net of tax						(1,770,199)		(1,770,199)	(53,826)	(1,824,025)	
Total comprehensive income for the year 2017						119,631,424	57,916,396	177,547,820	5,328,315	182,876,135	
Dividend payment	17					(52,500,000)		(52,500,000)		(52,500,000)	
Subsidiary's dividend paid to non-controlling interests									(19,368,000)	(19,368,000)	
Decrease in non-controlling interests from purchase of investments in subsidiary				4,605				4,605	(15,511,215)	(15,506,610)	
Ending balances, December 31, 2017		75,000,000	95,000,000	91,690	7,500,000	844,796,215	149,832,438	1,172,220,343	24,241,705	1,196,462,048	

Notes to the financial statements form an integral part of these statements.

FAR EAST DDB PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE YEAR ENDED DECEMBER 31, 2017

THE SEPARATE FINANCIAL STATEMENTS

		BAHT					
		Issued and paid-up share capital	Premium on common stocks	Retained earnings <u>Appropriated</u> Legal reserve	Unappropriated	Other components of the shareholders' equity <u>Other comprehensive income</u> Investments in available-for-sale	Total shareholders' equity
Notes							
Year 2016							
	Beginning balances, January 1, 2016	75,000,000	95,000,000	7,500,000	399,413,006	73,792,986	650,705,992
	Comprehensive income for the year 2016				78,169,054	17,091,260	95,260,314
17	Dividend payment				(45,000,000)		(45,000,000)
	Ending balances, December 31, 2016	<u>75,000,000</u>	<u>95,000,000</u>	<u>7,500,000</u>	<u>432,582,060</u>	<u>90,884,246</u>	<u>700,966,306</u>
Year 2017							
	Beginning balances, January 1, 2017	75,000,000	95,000,000	7,500,000	432,582,060	90,884,246	700,966,306
	Comprehensive income for the year 2017						
	Total comprehensive income for the year				187,861,126	59,109,340	246,970,466
	Adjustment of actuarial loss from employee benefit plan - net of tax				(679,830)		(679,830)
	Total comprehensive income for the year 2017				187,181,296	59,109,340	246,290,636
17	Dividend payment				(52,500,000)		(52,500,000)
	Ending balances, December 31, 2017	<u>75,000,000</u>	<u>95,000,000</u>	<u>7,500,000</u>	<u>567,263,356</u>	<u>149,993,586</u>	<u>894,756,942</u>

Notes to the financial statements form an integral part of these statements.

FAR EAST DDB PUBLIC COMPANY LIMITED AND SUBSIDIARIES

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2017

1. GENERAL INFORMATION

1.1 Legal status	A juristic person established under Thai law and listed on the Stock Exchange of Thailand.
1.2 Company location	465/1-467 Sri Ayudhya Road, Kwaeng Thungphayathai, Khet Ratchathewi, Bangkok, Thailand.
1.3 Type of business	(1) Advertising agent or broker, and in production and advertising related services. (2) Investing in its associates and subsidiaries which carry on business according to Notes 9 and 10 to the financial statements, respectively.

2. BASIS FOR PREPARATION OF FINANCIAL STATEMENTS

- 2.1 The consolidated and the separate financial statements are prepared in accordance with the Accounting Standards and Financial Reporting Standards issued by the Federation of Accounting Professions under the Accounting Profession Act, B.E. 2547 (2004), and the Accounting Act, B.E. 2543 (2000) and the Notification of the Office of the Securities and Exchange Commission, except the financial statements of MYANMAR SPA TODAY FAR EAST ADVERTISING LIMITED an associate of the Company and MEDIA INTELLIGENCE (MYANMAR) LIMITED, a subsidiary of Media Intelligence Co.,Ltd., an associate of the Company are prepared in accordance with the Accounting Standards of REPUBLIC OF THE UNION OF MYANMAR. In preparation of consolidated financial statements, they are adjusted to be under the same accounting policy as parent company.
- 2.2 These financial statements have been prepared on a historical cost basis except where otherwise disclosed in the accounting policies.
- 2.3 These consolidated financial statements included the financial statements of Far East DDB Public Company Limited and its subsidiaries and its equity in associates as follows:

SUBSIDIARIES

COMPANIES	% HOLDING		ESTABLISHED IN
	2017	2016	
<u>SUBSIDIARIES DIRECTLY HELD BY THE COMPANY</u>			
FAME LINE COMPANY LIMITED	99.99	86.48	THAILAND
SPRINGBOARD PLUS COMPANY LIMITED	99.99	99.99	THAILAND
INTEGRATED COMMUNICATION COMPANY LIMITED	40.00	40.00	THAILAND
DIGINAKHON COMPANY LIMITED	40.00	40.00	THAILAND
<u>SUBSIDIARIES HELD IN</u>			
<u>DIGINAKHON COMPANY LIMITED</u>			
FAME LINE COMPANY LIMITED	5.00	5.00	THAILAND
INTEGRATED COMMUNICATION COMPANY LIMITED	4.00	4.00	THAILAND

The Company included the financial statements of INTEGRATED COMMUNICATION COMPANY LIMITED and DIGINAKHON COMPANY LIMITED to prepare the consolidated financial statements because the Company has control over such companies.

ASSOCIATES

COMPANIES	% HOLDING		ESTABLISHED IN
	2017	2016	
<u>ASSOCIATES DIRECTLY HELD BY THE COMPANY</u>			
MYANMAR SPA TODAY FAR EAST ADVERTISING LIMITED	-	30.00	REPUBLIC OF THE UNION OF MYANMAR
SPA TODAY FAR EAST (THAILAND) COMPANY LIMITED	-	30.00	THAILAND
MEDIA INTELLIGENCE COMPANY LIMITED	30.00	33.33	THAILAND
<u>SUBSIDIARIES HELD BY MEDIA INTELLIGENCE COMPANY LIMITED</u>			
MEDIA INSIGHT COMPANY LIMITED	99.99	99.99	THAILAND
MIM (THAILAND) COMPANY LIMITED	70.00	50.00	THAILAND
I-DAC (BANGKOK) COMPANY LIMITED	60.00	-	THAILAND
MEDIA INTELLIGENCE (MYANMAR) LIMITED	70.00	50.00	REPUBLIC OF THE UNION OF MYANMAR

2.4 Inter-company balances and significant transactions of the Company and its subsidiaries have been eliminated from the consolidated financial statements.

3. The accounting standards that became effective in the current accounting year are as follows:

Thai Accounting Standards (TAS)

1. TAS 1 (revised 2016)	Presentation of Financial Statements
2. TAS 2 (revised 2016)	Inventories
3. TAS 7 (revised 2016)	Statement of Cash Flows
4. TAS 8 (revised 2016)	Accounting Policies, Changes in Accounting Estimates and Errors
5. TAS 10 (revised 2016)	Events After the Reporting Period
6. TAS 11 (revised 2016)	Construction Contracts
7. TAS 12 (revised 2016)	Income Taxes
8. TAS 16 (revised 2016)	Property, Plant and Equipment
9. TAS 17 (revised 2016)	Leases
10. TAS 18 (revised 2016)	Revenue
11. TAS 19 (revised 2016)	Employee Benefits
12. TAS 20 (revised 2016)	Accounting for Government Grants and Disclosure of Government Assistance
13. TAS 21 (revised 2016)	The Effects of Changes in Foreign Exchange Rates
14. TAS 23 (revised 2016)	Borrowing Costs
15. TAS 24 (revised 2016)	Related Party Disclosures
16. TAS 26 (revised 2016)	Accounting and Reporting by Retirement Benefit Plans
17. TAS 27 (revised 2016)	Separate Financial Statements
18. TAS 28 (revised 2016)	Investments in Associates and Joint Ventures
19. TAS 29 (revised 2016)	Financial Reporting in Hyperinflationary Economies
20. TAS 33 (revised 2016)	Earnings Per Share
21. TAS 34 (revised 2016)	Interim Financial Reporting
22. TAS 36 (revised 2016)	Impairment of Assets
23. TAS 37 (revised 2016)	Provisions, Contingent Liabilities and Contingent Assets
24. TAS 38 (revised 2016)	Intangible Assets
25. TAS 40 (revised 2016)	Investment Property
26. TAS 41 (revised 2016)	Agriculture
27. TAS 104 (revised 2016)	Accounting for Troubled Debt Restructuring
28. TAS 105 (revised 2016)	Accounting for Investments in Debt and Equity Securities
29. TAS 107 (revised 2016)	Financial Instruments Disclosure and Presentation

Thai Financial Reporting Standards (TFRS)

30. TFRS 2 (revised 2016)	Share-based Payment
31. TFRS 3 (revised 2016)	Business Combinations
32. TFRS 4 (revised 2016)	Insurance Contracts
33. TFRS 5 (revised 2016)	Non-current Assets Held for Sale and Discontinued Operations
34. TFRS 6 (revised 2016)	Exploration for and Evaluation of Mineral Resources
35. TFRS 8 (revised 2016)	Operating Segments
36. TFRS 10 (revised 2016)	Consolidated Financial Statements
37. TFRS 11 (revised 2016)	Joint Arrangements
38. TFRS 12 (revised 2016)	Disclosure of Interests in Other Entities
39. TFRS 13 (revised 2016)	Fair Value Measurement

Thai Accounting Standard Interpretations (TSIC)

40. TSIC 10 (revised 2016)	Government Assistance - No Specific Relation to Operating Activities
41. TSIC 15 (revised 2016)	Operating Leases - Incentives
42. TSIC 25 (revised 2016)	Income Taxes - Changes in the Tax Status of an Entity or Its Shareholders
43. TSIC 27 (revised 2016)	Evaluating the Substance of Transactions Involving the Legal Form of a Lease
44. TSIC 29 (revised 2016)	Service Concession Arrangements: Disclosure
45. TSIC 31 (revised 2016)	Revenue - Barter Transactions Involving Advertising Services
46. TSIC 32 (revised 2016)	Intangible Assets - Web Site Costs

Thai Financial Reporting Standard Interpretations (TFRIC)

47. TFRIC 1 (revised 2016)	Changes in Existing Decommissioning, Restoration and Similar Liabilities
48. TFRIC 4 (revised 2016)	Determining Whether an Arrangement Contains a Lease
49. TFRIC 5 (revised 2016)	Rights to Interests Arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
50. TFRIC 7 (revised 2016)	Applying the Restatement Approach under TAS 29 (revised 2016) Financial Reporting in Hyperinflationary Economies
51. TFRIC 10 (revised 2016)	Interim Financial Reporting and Impairment
52. TFRIC 12 (revised 2016)	Service Concession Arrangements
53. TFRIC 13 (revised 2016)	Customer Loyalty Programmes

54. TFRIC 14 (revised 2016)	TAS 19 (revised 2016) - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and Their Interaction
55. TFRIC 15 (revised 2016)	Agreements for the Construction of Real Estate
56. TFRIC 17 (revised 2016)	Distributions of Non-cash Assets to Owners
57. TFRIC 18 (revised 2016)	Transfers of Assets from Customers
58. TFRIC 20 (revised 2016)	Stripping Costs in the Production Phase of a Surface Mine
59. TFRIC 21 (revised 2016)	Levies

These accounting standards, financial reporting standards, accounting standard interpretations and financial reporting standard interpretations do not have any significant impact on the financial statements.

The Federation of Accounting Professions has issued the new accounting standards but are not yet effective.

Effective for fiscal years beginning on or after January 1, 2018 are as follows:

Thai Accounting Standards (TAS)

1. TAS 1 (revised 2017)	Presentation of Financial Statements
2. TAS 2 (revised 2017)	Inventories
3. TAS 7 (revised 2017)	Statement of Cash Flows
4. TAS 8 (revised 2017)	Accounting Policies, Changes in Accounting Estimates and Errors
5. TAS 10 (revised 2017)	Events After the Reporting Period
6. TAS 11 (revised 2017)	Construction Contracts
7. TAS 12 (revised 2017)	Income Taxes
8. TAS 16 (revised 2017)	Property, Plant and Equipment
9. TAS 17 (revised 2017)	Leases
10. TAS 18 (revised 2017)	Revenue
11. TAS 19 (revised 2017)	Employee Benefits
12. TAS 20 (revised 2017)	Accounting for Government Grants and Disclosure of Government Assistance
13. TAS 21 (revised 2017)	The Effects of Changes in Foreign Exchange Rates
14. TAS 23 (revised 2017)	Borrowing Costs
15. TAS 24 (revised 2017)	Related Party Disclosures
16. TAS 26 (revised 2017)	Accounting and Reporting by Retirement Benefit Plans

17. TAS 27 (revised 2017)	Separate Financial Statements
18. TAS 28 (revised 2017)	Investments in Associates and Joint Ventures
19. TAS 29 (revised 2017)	Financial Reporting in Hyperinflationary Economies
20. TAS 33 (revised 2017)	Earnings Per Share
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23. TAS 37 (revised 2017)	Provisions, Contingent Liabilities and Contingent Assets
24. TAS 38 (revised 2017)	Intangible Assets
25. TAS 40 (revised 2017)	Investment Property
26. TAS 41 (revised 2017)	Agriculture

Thai Financial Reporting Standards (TFRS)

27. TFRS 2 (revised 2017)	Share-based Payment
28. TFRS 3 (revised 2017)	Business Combinations
29. TFRS 4 (revised 2017)	Insurance Contracts
30. TFRS 5 (revised 2017)	Non-current Assets Held for Sale and Discontinued Operations
31. TFRS 6 (revised 2017)	Exploration for and Evaluation of Mineral Resources
32. TFRS 8 (revised 2017)	Operating Segments
33. TFRS 10 (revised 2017)	Consolidated Financial Statements
34. TFRS 11 (revised 2017)	Joint Arrangements
35. TFRS 12 (revised 2017)	Disclosure of Interests in Other Entities
36. TFRS 13 (revised 2017)	Fair Value Measurement

Thai Accounting Standard Interpretations (TSIC)

37. TSIC 10 (revised 2017)	Government Assistance - No Specific Relation to Operating Activities
38. TSIC 15 (revised 2017)	Operating Leases - Incentives
39. TSIC 25 (revised 2017)	Income Taxes - Changes in the Tax Status of an Entity or Its Shareholders
40. TSIC 27 (revised 2017)	Evaluating the Substance of Transactions Involving the Legal Form of a Lease
41. TSIC 29 (revised 2017)	Service Concession Arrangements: Disclosure
42. TSIC 31 (revised 2017)	Revenue - Barter Transactions Involving Advertising Services
43. TSIC 32 (revised 2017)	Intangible Assets - Web Site Costs

Thai Financial Reporting Standard Interpretations (TFRIC)

44. TFRIC 1 (revised 2017)	Changes in Existing Decommissioning, Restoration and Similar Liabilities
45. TFRIC 4 (revised 2017)	Determining Whether an Arrangement Contains a Lease
46. TFRIC 5 (revised 2017)	Rights to Interests Arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
47. TFRIC 7 (revised 2017)	Applying the Restatement Approach under TAS 29 (revised 2017) Financial Reporting in Hyperinflationary Economies
48. TFRIC 10 (revised 2017)	Interim Financial Reporting and Impairment
49. TFRIC 12 (revised 2017)	Service Concession Arrangements
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51. TFRIC 14 (revised 2017)	TAS 19 (revised 2017) - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and Their Interaction
52. TFRIC 15 (revised 2017)	Agreements for the Construction of Real Estate
53. TFRIC 17 (revised 2017)	Distributions of Non-cash Assets to Owners
54. TFRIC 18 (revised 2017)	Transfers of Assets from Customers
55. TFRIC 20 (revised 2017)	Stripping Costs in the Production Phase of a Surface Mine
56. TFRIC 21 (revised 2017)	Levies

Management of group companies is evaluating the impact of such accounting standards on the financial statements in the year when they are adopted.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

4.1 Revenues and expenses recognition

The Company recognized revenues and expenses from the following bases :

Revenue from rendering of service and commission	- Recognized on an accrual basis.
Revenue and cost from rendering of services in production	- Recognized when the services are completed and delivered.
Dividend income	- Recognized when the shareholder's right to receive is established.
Rental income	- Recognized over the lease period.
Other income	- Recognized on the accrual basis.

Interest income	- Recognized on the accrual basis based on effective interest rate.
Expenses	- Recognized on the accrual basis.

4.2 Cash and cash equivalents

Cash and cash equivalents are cash on hand, fixed deposits at financial institutions due not more than 3 months from the date of acquisition with no obligation.

4.3 Investments in Open-end Fund

Investments in Open-end Fund are considered as trading securities, stated at fair value. Cost of disposed investments during the year is calculated by the weighted average method.

4.4 Allowance for doubtful accounts

The Company and subsidiaries provide allowance for doubtful accounts for the estimated losses that may be incurred from the uncollected accounts receivable based on past experience in debt collection.

4.5 Work in process

Cost of work, which is not yet recognized as revenues, is recorded in work in process which will be recognized to cost whenever the services are completed and submitted.

4.6 Investments

Investments in available-for-sale securities are investments in listed securities stated at fair value with the objective for long-term investments. The Company recognized its revaluation in available-for-sale securities as separate item in other comprehensive income, under the caption "gain (loss) from the remeasuring of investment available-for-sale securities".

The Company calculated cost of the disposed securities during the years by the weighted average method.

Associates mean those companies in which the parent in the group companies has shareholding from 20% to 50% of the total voting rights or has significant influence over the associates, that is the parent in the group companies has power to participate in determining relating to the financial and operating policies of the enterprise but not up to the level of governing such policies. Investments in associates are stated by equity method for consolidation and cost method for the separate financial statements.

Subsidiaries mean those companies in which the parent in the group companies, directly or indirectly, has power more than one half of the total voting rights or power to govern the financial and operating policies of subsidiaries. Investments in subsidiaries in the separate financial statements are stated at cost after deduction of provision for diminution in investment.

Other long-term investments mean those companies in which the group companies have shareholding but have no power to govern or participate in setting up any policy. Other long-term investments are stated at cost after deduction of provision for diminution in investment.

Convertible debentures are stated at cost after deduction allowance of impairment of investments, if any.

4.7 Property, plant and equipment

Property, plant and equipment are stated at cost. Plant and equipment are stated at acquisition cost less accumulated depreciation.

Depreciation is calculated by the straight-line method based on the estimated useful life of the following assets:

	<u>Years</u>
Building and improvement	20
Office furniture, fixtures and equipment	5
Vehicles	5

Expenditures for additions, renewals or betterments which affected the significant increment in value of assets will be capitalized, considered as capital expenditures. Regarding repair and maintenance costs are recognized as expenses during the accounting periods when incurred.

4.8 Intangible assets

Computer softwares are stated at acquisition cost less amortization by using the straight-line method based on the estimated useful life of 5 years.

4.9 Operating leases

Leases where most of substantial risks and rewards of ownership of assets remain with the leasing company are accounted for as operating leases. Rentals applicable to such operating leases are charged to expenses in the statements of income over the lease term.

4.10 Employee benefits

Short-term employee benefits

The Company and its subsidiaries recognized salaries, wages, bonuses and contributions to the social security fund as expenses when incurred.

Long-term employee benefits

Defined contribution plan

The Company and its subsidiaries provide a provident fund, which is a defined contribution plan, the assets of which are held in a separate trust fund and managed by the external fund manager. Such provident fund is contributed by payments from employees and the Company. Contributions to the provident fund are charged to the statements of income in the incurred period.

Defined benefit plan

The provision for employee retirement benefits is recognized as an expense of operations over the employee's service period. It is calculated by estimating the amount of future benefit earned by employees in return for service provided to the Company in the current and future periods, with such benefit being discounted to determine the present value. The reference point for setting the discount rate is the yield rate of government bonds as at the reporting date. The calculation is performed by a qualified actuary using the Projected Unit Credit Method.

The Company provides other long-term benefits to the eligible employees in return for their service in the current and prior periods before one's retirement. In the financial statements, the obligations represent the present value of the other long-term employee benefits. The obligations are calculated on the same basis as the defined benefit plan.

4.11 Deferred tax assets/liabilities

Deferred tax assets/liabilities are recognized for temporary differences arising between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes as at the statements of financial position date. They will be realised in future period when the income is realised, or the expenses provided for are actually incurred and considered deductible for income tax purposes.

Deferred tax assets are recognized for deductible temporary differences or additional tax are deferred tax liabilities if it is highly probable that the Company will generate sufficient taxable profits from its future operations to utilise these assets.

As each statements of financial position date, the Company reviews and reduces the carrying amount of deferred tax assets/liabilities to the extent that it is no longer probable that sufficient taxable profit be available to allow all or part of the deferred tax asset or deferred tax liabilities to be utilised.

4.12 Income tax expenses

Income tax expenses from profit/loss for the year consist of current income tax and deferred tax. Income tax expenses recognized in statement of income unless part of transaction recorded in shareholders' equity recorded directly to equity.

4.13 Earnings per share

Basic earnings per share is calculated by dividing profit for the year with the number of common stocks held by outsiders by the weighted average method.

4.14 Foreign currency transactions

Foreign currency transactions incurred during the years are recorded in Baht at the rate ruling on the date of transactions. Outstanding foreign currency assets and liabilities on the statements of financial position date are converted to Baht at the rate of exchange in effect on that date.

Gains or losses on exchange rate fluctuation are credited or charged to operations during the years.

For preparation of the consolidated financial statements, the financial statements of the subsidiary denominated in foreign currencies are converted to Baht based on the following exchange rates:

- Assets and liabilities were translated by the average exchange rates at the end of the year.
- Shareholders' equity and depreciation were translated by the exchange rate in effect on the transaction dates.
- Revenues and expenses were translated by the average exchange rates for the year.

The translation of financial statement differences in foreign currencies was shown under other comprehensive income.

4.15 Significant accounting judgments and estimates

In preparation of financial statements in accordance with generally accepted accounting principles requires management to use judgments on various estimates and assumptions that will affect the reported amounts of revenues, expenses, assets and liabilities including the disclosure of contingent assets and liabilities. Actual results may differ from those estimates.

Estimates and assumptions are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The Company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions of significant accounting relate primarily to allowance for investment in Open-end Fund, provision for diminution in investment, allowance for doubtful accounts, allowance for depreciation of plant and equipment, allowance for amortization of intangible assets, deferred tax assets or liabilities and provision for long-term employee benefits. All other estimates mentioned above are further disclosed in the corresponding notes to the financial statements.

5. CASH AND CASH EQUIVALENTS

BAHT

PARTICULARS	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
Cash	109,847	111,596	33,946	48,468
Cash at bank	271,372,880	76,517,508	39,051,972	46,807,519
Short term fixed deposit	20,850,585	45,987,938	20,717,648	624,575
Cash and cash equivalents	292,333,312	122,617,042	59,803,566	47,480,562

6. INVESTMENTS IN OPEN-END FUND

BAHT

PARTICULARS	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
Investments in Open-end Fund-Debt securities	104,970,857	289,179,200	75,971,876	96,000,000
<u>Add</u> Allowance for investment	406,478	1,336,628	194,502	1,102,704
Investments in Open-end Fund-Fair value	105,377,335	290,515,828	76,166,378	97,102,704

Investments in Open-end Fund are trading securities. The difference between fair value and cost is shown as allowance for investment value adjustment in Open-end Fund. Gains on investments in Open-end Fund incurred during the year were duly presented in the statements of income as follows:

BAHT

PARTICULARS FOR THE YEAR ENDED DECEMBER 31,	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
Unrealized gain on investments in Open-end Fund	406,478	787,151	194,502	581,128
Realized gain on disposal of investments - in Open-end Fund	2,121,419	1,409,399	352,637	373,173
Gains on investments in Open-end Fund	2,527,897	2,196,550	547,139	954,301

7. TRADE ACCOUNTS RECEIVABLE

BAHT

PARTICULARS	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
<u>Trade accounts receivable of related parties</u>				
Trade accounts receivable				
Current	182,607,635	166,374,238	94,508,090	92,493,165
Overdue within 3 months	85,117,481	32,886,235	58,338,098	25,277,843
Total	267,725,116	199,260,473	152,846,188	117,771,008
<u>Trade accounts receivable of other companies</u>				
Trade accounts receivable				
Current	49,433,120	125,596,951	11,652,829	19,895,792
Overdue within 3 months	16,552,950	20,580,530	4,266,480	3,127,919
Overdue between 3 to 6 months	-	2,584,750	-	-
Overdue between 6 to 12 months	100,000	966,000	100,000	-
Overdue more than 12 months	9,810,492	9,810,492	9,810,492	9,810,492
Total	75,896,562	159,538,723	25,829,801	32,834,203
<u>Less</u> Allowance for doubtful accounts	(9,810,492)	(9,810,492)	(9,810,492)	(9,810,492)
Trade accounts receivable others-net	66,086,070	149,728,231	16,019,309	23,023,711
Note receivable	30,834	1,733,491	-	1,439,666
Trade accounts receivable - net	333,842,020	350,722,195	168,865,497	142,234,385

8. INVESTMENTS IN AVAILABLE-FOR-SALE SECURITIES

Investments in available-for-sale securities are listed securities on the stock exchange.

BAHT

CONSOLIDATED AND THE SEPARATE FINANCIAL STATEMENTS	% Holding		Investment Value		Dividends/Return on investments in Private Fund	
	2017	2016	2017	2016	2017	2016
Related Companies						
1. Saha Pathana Inter-Holding Plc.	0.28	0.28	3,981,560	3,981,560	624,483	457,954
2. I.C.C. International Plc.	0.29	0.29	5,519,382	5,519,382	969,439	885,140
3. Saha Pathanapibul Plc.	0.33	0.33	7,510,672	7,510,672	1,966,293	1,201,623
4. Boutique New City Plc.	0.06	0.06	1,710,000	1,710,000	54,000	-
Total cost			18,721,614	18,721,614	3,614,215	2,544,717
<u>Add</u> Gain from the remeasuring of investments in available-for-sale			175,860,447	107,894,074		
Investments in available-for-sale - related companies - fair value			194,582,061	126,615,688		
Other Companies						
1.The Siam Cement Plc.			386,397	386,397	57,000	51,000
2. Nation Multimedia Group Plc.			4,072,387	4,072,387	-	115,265
3. Nation International Edutainment Plc.			51,782	51,782	-	356
Total cost			4,510,566	4,510,566	57,000	166,621
<u>Add</u> Gain (loss) from the remeasuring of investments in available-for- sale			(1,188,596)	1,306,070		
Investments in available-for-sale - other companies-fair value			3,321,970	5,816,636	3,671,215	2,711,338
Private Fund						
1. BBL Asset Management Co.,Ltd.			140,000,000	100,000,000	4,000,000	-
2. Kasikorn Asset Management Co.,Ltd.			160,000,000	100,000,000	-	5,000,000
Total cost			300,000,000	200,000,000	4,000,000	5,000,000
<u>Add</u> Gain from the remeasuring of investments in available-for-sale			12,820,132	4,405,164		
Investments in available-for-sale - private fund-fair value			312,820,132	204,405,164		
Total investments in available-for-sale - net (Separate financial statements)			510,724,163	336,837,488	7,671,215	7,711,338
Subsidiary invested in Private Fund						
BBL Asset Management Co.,Ltd.			-	49,800,807	-	-
<u>Add</u> Gain from the remeasuring of investments in available-for-sale			-	1,491,292		
Total investments in available-for-sale of the subsidiary - net			-	51,292,099	-	-
Total investments in available-for-sale-net (Consolidated)			510,724,163	388,129,587	7,671,215	7,711,338

BAHT

RELATED COMPANIES	TYPE OF BUSINESS	RELATIONSHIP	ISSUED AND PAID - UP SHARE CAPITAL	
			2017	2016
1. Saha Pathana Inter-Holding Plc.	Commerce	Co - directors	494,034,300	494,034,300
2. I.C.C. International Plc.	Fashion	Co - directors	290,633,730	290,633,730
3. Saha Pathanapibul Plc..	Commerce	Co - directors	330,000,000	330,000,000
4. Boutique New City Plc.	Fashion	Co - directors	120,000,000	120,000,000

9. INVESTMENTS IN ASSOCIATES

BAHT

ASSOCIATES	% Holding		CONSOLIDATED (Equity Method)		THE SEPARATE FINANCIAL STATEMENTS (Cost Method)	
	2017	2016	2017	2016	2017	2016
MYANMAR SPA TODAY FAR EAST ADVERTISING LIMITED.	-	30	-	8,089,406	-	796,492
Spa Today Far East (Thailand) Co., Ltd.	-	30	-	1,207,731	-	-
Media Intelligence Co., Ltd.	30	33.33	144,876,284	152,428,112	6,001,470	6,666,640
Total			144,876,284	161,725,249	6,001,470	7,463,132

BAHT

ASSOCIATES	TYPE OF BUSINESS	ISSUED AND PAID - UP SHARE CAPITAL		DIVIDENDS FOR THE YEAR	
		2017	2016	2017	2016
MYANMAR SPA TODAY FAR EAST ADVERTISING LIMITED.	Agency or broker advertising	(USD 83.33)	(USD 83.33)	2,700,000	-
Spa Today Far East(Thailand) Co., Ltd.	Agency or broker advertising	1,000,000	1,000,000	-	600,000
Media Intelligence Co., Ltd.	Agency or broker advertising	20,000,000	20,000,000	19,999,920	15,999,936
Total				22,699,920	16,599,936

In December 2017, the Company has sold investment in MYANMAR SPA TODAY FAR EAST ADVERTISING LIMITED to related persons amount of 150 shares (par value of Kyat 1,000 per share), at price Baht 49,000 per share and Spa Today Far East (Thailand) Co., Ltd amount of 3,000 shares (par value of Baht 100 per share), at price Baht 400 per share. The Company obtained proceed from disposal amount of Baht 8.55 million, recognized gain on disposal of investment amount of Baht 0.40 million in the consolidated financial statements and amount of Baht 7.75 million in the separate financial statements.

In July 2017, Media Intelligence Co., Ltd., acquired ordinary shares of I-DAC (Bangkok) Co., Ltd., amount of 1,199,997 shares (par value of Baht 10 per share) representing the 60% interest of such company's registered capital worth amount Baht 12 million, with the objective of media planning and purchase advertising on digital media (internet) to support the marketing plan.

In January 2017, the Company has sold investment in Media Intelligence Co., Ltd. amount of 66,667 shares (par value of Baht 10 per share), at price Baht 500 per share. The Company obtained proceed from disposal amount of Baht 33.33 million, recognized gain on disposal of investment amount of Baht 17.92 million in the consolidated financial statements and amount of Baht 32.67 million in the separate financial statements.

The Company has additionally purchased investment in Media Intelligence Co., Ltd. from directors, amount of 3 shares (par value of Baht 10 per share) at price Baht 500 per share. Totaling investment amount of 600,000 shares, representing 30% of issued and paid-up share capital.

The financial statements of associates which are applied for recording the investments in associates by the equity method for the years ended December 31, 2017 and 2016, based on the financial information audited by other certified public accountants.

The share of profit (loss) from investments for using the equity method which are recorded in the consolidated statements of income for the years ended December 31, 2017 and 2016, as follows :

BAHT

SHARE OF PROFIT (LOSS) FROM INVESTMENTS FOR USING THE EQUITY METHOD	CONSOLIDATED	
	2017	2016
MYANMAR SPA TODAY FAR EAST ADVERTISING LIMITED	1,620,568	24,022
SPA TODAY FAR EAST (THAILAND) COMPANY LIMITED	(76,480)	1,510,218
MEDIA INTELLIGENCE COMPANY LIMITED	27,860,003	34,171,209
INTER CONTINENTAL HOLDING COMPANY LIMITED	-	301,355
Total	29,404,091	36,006,804

The Company has changed its investment in Diginakhon Co., Ltd. from investment in associates to investment in subsidiary in the 3rd quarter 2016.

On June 7, 2016, Inter Continental Holding Co., Ltd. has registered its liquidation and returned its capital and surplus to the shareholders, according to the resolutions of the shareholders' meeting No. 28 held on February 6, 2017.

Summarised financial information of associates

Financial information of the associates are summarized, as follow:

MILLION BAHT

COMPANY'S NAME	Total assets		Total liabilities		Profit (loss) for the year	
	2017	2016	2017	2016	2017	2016
MYANMAR SPA TODAY FAR EAST ADVERTISING LIMITED	-	42.12	-	10.12	5.40	0.08
SPA TODAY FAR EAST (THAILAND) COMPANY LIMITED	-	19.59	-	15.48	(0.25)	5.03
MEDIA INTELLIGENCE COMPANY LIMITED	1,045.23	761.72	541.75	299.27	92.87	102.52
INTER CONTINENTAL HOLDING COMPANY LIMITED	-	-	-	-	-	0.75

10. INVESTMENTS IN SUBSIDIARIES

BAHT

SUBSIDIARIES	% Holding		THE SEPARATE FINANCIAL STATEMENTS (Cost Method)	
	2017	2016	2017	2016
FAME LINE COMPANY LIMITED	99.99	86.48	18,966,010	3,459,400
SPRINGBOARD PLUS COMPANY LIMITED	99.99	99.99	* 3,385,631	* 3,385,631
INTEGRATED COMMUNICATION COMPANY LIMITED**	40.00	40.00	1,400,000	1,400,000
DIGINAKHON COMPANY LIMITED**	40.00	40.00	2,400,000	2,400,000
Total cost			26,151,641	10,645,031
<u>Less</u> Allowance for impairment			* (3,385,631)	* (3,385,631)
Total Investments in Subsidiaries - net			22,766,010	7,259,400

**The Company has power more than one half of the total voting rights or power to govern the financial and operating policies of subsidiaries.

In November 2017, the Company has additionally purchased ordinary shares of FAME LINE COMPANY LIMITED, a subsidiary of the Company, amount of 5,403 shares (par value of Baht 100 per share), at Baht 2,870 each, by purchasing from related persons amount of 4,006 shares and another person amount of 1,397 shares. The acquisition of additional shares resulting the Company's has proportion of shareholding in FAME LINE COMPANY LIMITED representing the 99.99% of such company's registered capital.

On April 11, 2016, the Company acquired ordinary shares of Diginakhon Co., Ltd., of 400,000 shares (par value of Baht 10 per share) representing the 40% interest of such company's registered capital and called up capital at Baht 6 per share totaling of Baht 2,400,000.

BAHT

SUBSIDIARIES	TYPE OF BUSINESS	ISSUED AND PAID - UP SHARE CAPITAL		DIVIDENDS FOR THE YEAR	
		2017	2016	2017	2016
<u>SUBSIDIARIES DIRECTLY HELD BY THE COMPANY</u>					
FAME LINE COMPANY LIMITED	Advertising Agency	4,000,000	4,000,000	103,782,000	31,134,600
SPRINGBOARD PLUS COMPANY LIMITED	Advertising Agency	6,511,000	6,511,000	-	-
INTEGRATED COMMUNICATION COMPANY LIMITED	Public Relation	3,500,000	3,500,000	2,100,000	1,260,000
DIGINAKHON COMPANY LIMITED	Advertising Agency	6,000,000	6,000,000	-	-
<u>SUBSIDIARIES HELD IN DIGINAKHON CO., LTD.</u>					
FAME LINE COMPANY LIMITED	Advertising Agency	4,000,000	4,000,000	-	-
INTEGRATED COMMUNICATION COMPANY LIMITED	Public Relation	3,500,000	3,500,000	-	-
TOTAL				105,882,000	32,394,600

TRANSACTIONS OF SUBSIDIARIES

SUBSIDIARIES DIRECTLY HELD BY THE COMPANY

FAME LINE COMPANY LIMITED

In April 2016, acquired ordinary shares of DIGINAKHON COMPANY LIMITED of 50,000 shares (par value of Baht 10 per share) representing the 5% interest of such company's registered capital and called up capital at Baht 6 per share totaling of Baht 300,000.

INTEGRATED COMMUNICATION COMPANY LIMITED

In April 2016, acquired ordinary shares of DIGINAKHON COMPANY LIMITED of 40,000 shares (par value of Baht 10 per share) representing the 4% interest of such company's registered capital and called up capital at Baht 6 per share totaling of Baht 240,000.

11. OTHER LONG-TERM INVESTMENTS

BAHT

CONSOLIDATED AND THE SEPARATE FINANCIAL STATEMENTS	% Holding		Investment Value		Dividends for the year	
	2017	2016	2017	2016	2017	2016
1. Thai Samsung Electronics Co., Ltd.	0.08	0.08	1,000,000	1,000,000	300,000	300,000
2. Raja Uchino Co., Ltd.	1.50	1.50	1,533,500	1,533,500	182,250	18,225
3. Treasure Hill Co., Ltd.	1.00	1.00	* 2,000,000	* 2,000,000	-	-
4. Advantage Footwear Co., Ltd.	0.38	0.38	** 1,387,500	** 1,387,500	34,687	-
5. Sahapat Properties Co., Ltd.	2.50	2.50	500,000	500,000	20,000	50,000
6. Eastern Rubber Co., Ltd.	1.50	1.50	* 450,000	* 450,000	-	-
7. Spec Thai Plc.	4.64	4.64	* 9,280,000	* 9,280,000	-	-
8. K. Commercial & Construction Co., Ltd.	2.00	2.00	1,000,000	1,000,000	100,000	-
9. Imperial Technology Management Services Co., Ltd.	0.70	0.70	* 6,250,000	* 6,250,000	-	-
10. Thai Flying Maintenance Co., Ltd.	10.00	10.00	* 200,000	* 200,000	-	-
11. First United Industry Co., Ltd.	1.00	1.00	400,000	400,000	120,000	120,000
12. Waseda Education (Thailand) Co., Ltd.	7.14	7.14	1,568,000	2,240,000	-	-
13. Thanara Co., Ltd.	1.67	1.67	1,500,000	1,500,000	-	-
14. Pinnacle Travel Co., Ltd.	3.93	3.93	* 122,500	* 122,500	-	-
15. Dairy Thai Co., Ltd.	3.04	3.04	** 5,850,000	** 5,850,000	-	-
16. Sun108 Co., Ltd.	1.27	0.42	** 2,531,260	** 1,687,500	885,948	42,188
17. United Utility Co., Ltd.	5.71	5.71	20,000,000	20,000,000	1,000,000	2,000,000
18. American Food Co.,Ltd.	0.03	-	4,200,000	-	-	-
Total cost			59,772,760	55,401,000	2,642,885	2,530,413
Less Allowance for loss on capital decrease			** (6,112,495)	** (6,112,495)		
Allowance for impairment of investments in other companies			*(18,171,810)	*(18,033,460)		
Total other long-term investments companies - net (Separate financial statements)			35,488,455	31,255,045		
GSB Lottery No.101 (3 years) (Due on September 26, 2020)			1,000,000	-		
Total other long-term investments companies - net			36,488,455	31,255,045		

In December 2017, the Company has purchased ordinary shares in Sun 108 Co., Ltd, amount of 84,376 shares, at Baht 10 par value, worth amount Baht 0.84 million.

In November 2017, the Company has purchased ordinary shares in American Food Co., Ltd, amount of 420,000 shares at Baht 10 par value, worth amount Baht 4.20 million.

In July 2017, Waseda Education (Thailand) Company Limited has reduced its capital from 313,600 shares, at Baht 100 par value to 219,520 shares at Baht 100 par value. The Company has recorded decrease in proportion of investment refund from investment in the amount of Baht 672,000.

In July 2016, Waseda Education (Thailand) Company Limited has reduced its capital from 448,000 shares at Baht 100 par value to 313,600 shares at Baht 100 par value. The Company has recorded decrease in proportion of investment refund from investment in the amount of Baht 960,000.

12. INVESTMENTS IN CONVERTIBLE DEBENTURES

On June 22, 2017, the Company has invested in convertible debentures name-registered type able to convert as ordinary share and unsecured, unsubordinated with a debenture holders' representative debentures issued by Saha Pathana Inter-Holding Plc. in proportion to its equity. The additional details are as follows:

CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS						2017	
Series	Interest rate (%) per annum	Term of Interest*	Tenor (Year)	Conversion rate (Baht : ordinary share)**	Maturity date Date	Amount of unit (Unit)	Amount of Baht (Thousand Baht)
1/2017	0.70	Every 3 month	7	45 : 1	June 29, 2024	11,235	11,235

*Term of interest receivements are received to quarterly on 29 every March, June, September and December each year to maturity.

**Convertible debentures 1 unit able to convert to 22.222222 common stocks. Conversion to 4 times per annum. The first conversion date is in June 2018, comply with stipulated in the Terms and Conditions governing the rights.

13. PROPERTY, PLANT AND EQUIPMENT

						BAHT
CONSOLIDATED	Land	Building and building improvement	Office furniture and fixtures equipment	Motor vehicles	Assets under installation	Total
<u>Cost</u>						
January 1, 2016	159,185,183	85,588,150	84,943,160	42,109,167	4,452,273	376,277,933
Purchases	-	18,675,294	3,332,373	-	545,000	22,552,667
Disposal/unused	-	(4,342,410)	(1,059,480)	(3,049,400)	-	(8,451,290)
Transferred to/from	-	4,997,273	-	-	(4,997,273)	-
December 31, 2016	159,185,183	104,918,307	87,216,053	39,059,767	-	390,379,310
Purchases	-	2,816,461	2,088,122	-	-	4,904,583
Disposal/ unused	-	-	(1,188,294)	(4,728,000)	-	(5,916,294)
December 31, 2017	159,185,183	107,734,768	88,115,881	34,331,767	-	389,367,599
<u>Accumulated depreciation</u>						
January 1, 2016	-	81,798,264	78,890,803	33,500,520	-	194,189,587
Depreciation for the year 2016	-	2,608,255	2,896,639	1,746,702	-	7,251,596
Disposal/ unused	-	(4,342,407)	(1,039,448)	(2,583,947)	-	(7,965,802)
December 31, 2016	-	80,064,112	80,747,994	32,663,275	-	193,475,381
Depreciation for the year 2017	-	3,376,427	2,488,017	917,960	-	6,782,404
Disposal/ unused	-	-	(1,188,252)	(4,273,398)	-	(5,461,650)
December 31, 2017	-	83,440,539	82,047,759	29,307,837	-	194,796,135
<u>Net book value</u>						
December 31, 2016	159,185,183	24,854,195	6,468,059	6,396,492	-	196,903,929
December 31, 2017	159,185,183	24,294,229	6,068,122	5,023,930	-	194,571,464

THE SEPARATE FINANCIAL STATEMENTS	Land	Building and building improvement	Office furniture and fixtures equipment	Motor vehicles	Assets under installation	Total
<u>Cost</u>						
January 1, 2016	159,185,183	70,628,779	64,308,142	25,251,016	2,973,935	322,347,055
Purchases	-	9,644,418	1,203,940	-	-	10,848,358
Disposal/ unused	-	-	-	(2,230,000)	-	(2,230,000)
Transferred to/from	-	2,973,935	-	-	(2,973,935)	-
December 31, 2016	159,185,183	83,247,132	65,512,082	23,021,016	-	330,965,413
Purchases	-	532,570	688,506	-	-	1,221,076
Disposal/write off	-	-	-	(3,748,000)	-	(3,748,000)
December 31, 2017	159,185,183	83,779,702	66,200,588	19,273,016	-	328,438,489
<u>Accumulated depreciation</u>						
January 1, 2016	-	66,858,289	61,329,076	21,909,572	-	150,096,937
Depreciation for the year 2016	-	2,250,534	1,572,075	1,239,771	-	5,062,380
Disposal/ unused	-	-	-	(2,009,547)	-	(2,009,547)
December 31, 2016	-	69,108,823	62,901,151	21,139,796	-	153,149,770
Depreciation for the year 2017	-	1,682,063	1,102,536	506,187	-	3,290,786
Transferred to/from	-	-	-	(3,583,399)	-	(3,583,399)
December 31, 2017	-	70,790,886	64,003,687	18,062,584	-	152,857,157
<u>Net book value</u>						
December 31, 2016	159,185,183	14,138,309	2,610,931	1,881,220	-	177,815,643
December 31, 2017	159,185,183	12,988,816	2,196,901	1,210,432	-	175,581,332

14. INTANGIBLE ASSETS

BAHT

Computer softwares	CONSOLIDATED
<u>Cost</u>	
January 1, 2016	-
Purchases	28,000
December 31, 2016	28,000
December 31, 2017	28,000
<u>Accumulated amortization</u>	
January 1, 2016	-
Amortization for the year 2016	3,351
December 31, 2016	3,351
Amortization for the year 2017	5,599
December 31, 2017	8,950
<u>Net book value</u>	
December 31, 2016	24,649
December 31, 2017	19,050

15. PROVISION FOR LONG-TERM EMPLOYEE BENEFITS

BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
<u>Defined benefit obligation</u>				
Beginning balances	47,739,793	44,464,865	27,659,856	26,126,984
Actuarial loss from employee benefit plan	2,280,032	-	849,788	-
<u>Add</u> Current service cost	2,595,017	2,279,541	1,442,309	1,370,992
Interest cost	1,101,152	1,967,390	622,983	1,133,883
<u>Less</u> Benefit paid during the years	(8,285,835)	(972,003)	(8,285,835)	(972,003)
Ending balances	45,430,159	47,739,793	22,289,101	27,659,856

The principle assumptions used in determining the employee benefit liabilities are shown as follows:

PARTICULARS	PERCENTAGE PER ANNUM			
	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
Discount rate	2.08 - 2.11	4.49 - 4.62	2.08	4.49
Salary increase rate (depends on the age)	6.43	5.11	6.43	5.11
Staff turnover rate (depends on the age) :				
20 - 29 years old	37.00	33.00	37.00	33.00
30 - 39 years old	21.00	13.00	21.00	13.00
40 - 49 years old	12.00	4.00	12.00	4.00
50 - 59 year sold	7.00	4.00	7.00	4.00

16. LEGAL RESERVE

In compliance with the Public Company Act, B.E. 2535 (1992), the Company has to set up legal reserve at least 5% of annual net profit less deficits brought forward (if any) until meet 10% of authorized share capital. Such legal reserve is not allowed to pay for dividend. The Company has completely appropriated for legal reserve in compliance with the legal requirement.

17. DIVIDEND PAYMENT AND DIRECTORS' REMUNERATION

On April 27, 2017, the resolutions of the Company's Ordinary General Shareholders' Meeting No. 23 for the year 2017, approved to pay dividends from the result of the Company's operations for the year 2016, amount 7,500,000 shares at Baht 7 per share the amount of Baht 52.50 million. The dividend payment was made on May 24, 2017 and approved a resolution to pay directors' remuneration at the maximum of Baht 6 million per year.

On April 28, 2016, the resolutions of the Company's Ordinary General Shareholders' Meeting No. 22 for the year 2016, approved to pay dividends from the result of the Company's operations for the year 2015, at Baht 6 per share the amount of Baht 45 million. The dividend payment was made on May 24, 2016 and approved a resolution to pay directors' remuneration at the maximum of Baht 6 million per year.

18. EXPENSES BY NATURE

BAHT

PARTICULARS	CONSOLIDATED		SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
Cost of services and commissions	399,139,867	413,249,468	127,009,292	145,778,824
Director and management benefit expenses	40,117,801	42,519,561	25,378,214	27,606,845
Employee benefit expenses	203,272,604	189,871,115	83,808,829	81,852,572
Depreciation	6,782,404	7,251,596	3,290,786	5,062,380
Amortization of intangible assets	5,599	3,351	-	-
Other expenses	31,242,294	43,493,366	14,713,646	23,021,130
Total	680,560,569	696,388,457	254,200,767	283,321,751

19. REGISTERED PROVIDENT FUND

The Company and its subsidiaries have set up and registered provident fund in accordance with the Provident Fund Act B.E. 2530 (1987), in order to be the savings and welfare promotion, as well as the fringe benefits upon resignation or retirement to its employees according to the Company's regulation. The fund is partly contributed by the employees and another part by the Company at the rate 2-5% of their basic salaries. Hereby, the Company has appointed the MFC Asset Management Public Company Limited to be the fund manager.

Provident fund contributions made by the Company and its subsidiaries for their employees and recorded as expenses in the statements of income for the years ended December 31, 2017 and 2016 are Baht 6.77 million (the Company Baht 3.15 million) and Baht 4.25 million (the Company Baht 0.89 million), respectively.

20. INCOME TAX

Corporate income taxes of the Company and subsidiaries for the years ended December 31, 2017 and 2016 were calculated from accounting profit or loss and adjusted with other revenues and some expenses which are exempted from income tax, such as dividend income, or being disallowable expenses in income taxes computation purposes such as doubtful debts.

The corporate income tax of the Company is calculated at the rate of 20 percent.

The corporate income taxes of subsidiaries established under Thai law are calculated at the rate of 20 percent.

Income tax expenses recognized in statements of income consist:

BAHT

PARTICULARS FOR THE YEARS ENDED DECEMBER 31,	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
The corporate income tax for the years	27,369,933	20,650,197	12,134,179	6,203,904
Amortization and reversal of temporary differences assets/liabilities on temporary differences	1,003,359	(1,136,928)	1,255,339	(357,224)
Income tax expenses	28,373,292	19,513,269	13,389,518	5,846,680

As at December 31, 2017 and 2016, the deferred tax assets/liabilities arose from the following temporary differences:

BAHT

PARTICULARS	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
Accumulated temporary differences in the statements of income				
Allowance for doubtful trade accounts receivable	9,810,492	9,810,492	9,810,492	9,810,492
Allowance for investments in Open-end Fund	(406,478)	-	(194,501)	-
Allowance for loss on capital decrease and for impairment in investments	24,284,305	24,145,955	24,284,305	24,145,955
Provision for long-term employee benefits	43,150,127	47,739,793	21,439,313	27,659,856
Calculate depreciation difference from tax rate	(1,695,708)	(1,536,709)	-	-
Total	75,142,738	80,159,531	55,339,609	61,616,303
Temporary differences in the statements of comprehensive income				
- recognized in other components of the shareholders' equity				
Unrealized gain on remeasuring available- for-sale securities	(187,491,983)	(115,096,600)	(187,491,983)	(113,605,308)
- recognized in retained earnings				
Provision for long-term employee benefits	2,280,032	-	849,788	-
Total	(110,069,213)	(34,937,069)	(131,302,586)	(51,989,005)
Deferred tax liabilities	(22,013,842)	(6,987,414)	(26,260,517)	(10,397,801)

21. FINANCIAL INFORMATION BY SEGMENT

Group companies have operated only as a domestic advertising agency, therefore, there is no presentation of operating segment.

22. TRANSACTIONS WITH RELATED PERSONS AND PARTIES

The Company has certain business transactions with its related person and parties which are related through, directorship or shareholding or having shareholders or some co-directors. The effects of these transactions were reflected in the accompanying financial statements in normal business and general trading conditions.

COMPANIES	RELATIONSHIP
Associates	See Note 9
Subsidiaries	See Note 10
Related companies	
Saha Pathana Inter-Holding Plc.	Co - directors
I.C.C. International Plc.	Co - directors
Saha Pathanapibul Plc.	Co - directors
Lion Corporation (Thailand) Limited	Co - directors
Boutique New City Plc.	Co - directors
Thai President Foods Plc.	Co - directors/ Co - shareholders
Ruamissara Co., Ltd.	Co - directors
Winteregency Co., Ltd.	Major shareholder in subsidiary of the Company
Hakuhodo DY Media Parner Inc.	Shareholder in an associate of the Company
Related persons	Directors's Company /subsidiaries and spouse's director of the Company

The significant transactions with related persons and parties are as follows:

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Transactions in statements of financial position	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
<u>Trade accounts receivable</u>				
- Subsidiaries	-	-	11,447,287	19,428,290
- Associates	3,417,424	1,309,658	3,417,424	1,309,658
- Related companies	264,307,692	197,950,815	137,981,477	97,033,060
Total	267,725,116	199,260,473	152,846,188	117,771,008
<u>Other receivables</u>				
- Subsidiaries	-	-	227,582	60,383
- Associates	229,260	-	229,260	-
Total	229,260	-	456,842	60,383
<u>Investments in available-for-sale-fair value</u>				
- Related companies (Note 8)	194,582,061	126,615,688	194,582,061	126,615,688
<u>Investments in convertible debentures</u>				
- Related company	11,235,000	-	11,235,000	-
<u>Purchase investments in subsidiaries</u>				
- Related person	11,497,220	-	11,497,220	-
<u>Sale investments in associates</u>				
- Related person	8,550,000	-	8,550,000	-
- Related company	-	33,333,500	-	33,333,500
Total	8,550,000	33,333,500	8,550,000	33,333,500
<u>Purchase condominium</u>				
- Related compay	-	17,557,054	-	11,643,740
<u>Trade accounts payable</u>				
- Subsidiaries	-	-	5,230,996	3,818,707
- Associates	6,871,624	12,915,874	6,490,306	11,714,138
- Related companies	15,465,171	69,868,904	468,530	31,912,828
Total	22,336,795	82,784,778	12,189,832	47,445,673
<u>Other non-current liabilities</u>				
- Subsidiaries	-	-	297,500	297,500
- Related companies	552,000	552,000	552,000	552,000
Total	552,000	552,000	849,500	849,500

Transactions in statements of income for the years ended December 31,	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
<u>Income from services and commissions</u>				
- Subsidiaries	-	-	14,737,714	8,769,685
- Associates	-	875,000	-	875,000
- Related companies	342,111,874	335,653,778	107,916,420	91,506,887
Total	342,111,874	336,528,778	122,654,134	101,151,572
<u>Gain on investments disposal in associate</u>				
- Related companies and related person	18,328,864	-	40,420,338	-
<u>Other incomes</u>				
- Subsidiaries	-	-	5,085,600	4,721,600
- Associates	300,000	2,400,000	300,000	2,400,000
- Related companies	2,856,080	2,753,580	2,856,080	2,753,580
Total	3,156,080	5,153,580	8,241,680	9,875,180
<u>Dividend income</u>				
- Subsidiaries	-	-	105,882,000	32,394,600
- Associates	-	-	22,699,920	16,599,936
- Related companies	3,614,215	2,544,717	3,614,215	2,544,717
Total	3,614,215	2,544,717	132,196,135	51,539,253
<u>Cost of services and commissions</u>				
- Subsidiaries	-	-	27,706,392	3,932,907
- Associates	8,605,079	7,601,990	6,486,069	4,653,381
- Related companies	22,171,470	5,284,394	-	640,080
Total	30,776,549	12,886,384	34,192,461	9,226,368
<u>Other expenses</u>				
- Subsidiaries	-	-	-	30,000
- Related companies	120,000	440,000	120,000	360,000
Total	120,000	440,000	120,000	390,000

23. COMMITMENT AND CONTINGENT LIABILITIES

23.1 As at December 31, 2017, Group companies have contingent liabilities in relation to letters of guarantee issued by commercial banks amounting to approximately amount of Baht 1.16 million. The Group pledged their 3 month time deposit as collateral for the letters of guarantee.

23.2 As at December 31, 2017, the Company had unused overdraft facilities from commercial banks, totaling amount of 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.

23.3 As at December 31, 2017, the Company had outstanding forward contract line from a commercial bank of USD 200,000 from the total of USD 200,000 or equivalent.

24. RECLASSIFICATION

The Company certain accounting transactions in the consolidated financial statements and separate financial statements for the year ended December 31, 2016 have been reclassified to conform to the financial statements for year ended December 31, 2017.

25. EVENTS AFTER THE REPORTING PERIOD

On January 3, 2018, the Company has completed the business transfer of Fame Line Company Limited, a subsidiary of the Company which has shareholding 99.99%. The resolution was approved by the Extraordinary Shareholders' Meeting No.1/2017 on December 29, 2017, in order to increase efficiency of the Company's operation and changed the name of the Company from Far East DDB Public Company Limited to Far East Fame Line DDB Public Company Limited on the same date. Fame Line Company Limited has registered a dissolution with Ministry of Commerce on January 12, 2018.

26. DISCLOSURE OF FINANCIAL INSTRUMENTS

The Company and its subsidiaries have information relating to financial instruments both in and off statements of financial position, as follows:

26.1 Accounting policies and procedure

See Note 4.

26.2 Risk from breach of contracts

- Due to the contracting parties do not follow the requirement in the contract which caused damage to the Company and its subsidiaries.
- Risk from concentration of credit is minimal even most resulting from service and commission for large companies and small companies, the group has closely monitored each trade account receivable business. Thus, the Company and its subsidiaries do not expect any material damage from this kind of risk.
- For the financial assets shown in the statements of financial position, the book value of such assets is net from various provisions to be estimated fair value. Such provisions are assumed to be the highest value of risk incurred from breach of contracts.

26.3 Risk relating to interest rate

Risk from the fluctuation in interest rate may have negative effect to the Company and its subsidiaries for the current and the following years. Management believes that they can manage the contingent risk, due to the Company has set up a plan and follow up the situation closely.

26.4 Fair value of financial instruments

The following methods and assumptions are used to estimate the fair value of financial instruments:

- Financial assets shown at book value which equal to estimated fair value.
- Financial liabilities shown at book value almost the same with fair value, due to such liabilities will be matured in short term.

27. FINANCIAL STATEMENTS APPROVAL

These financial statements were authorized for issuing by the Company's authorized directors on February 23, 2018.