

F / 009 / 15

31 March 2015

Subject : Report on the Company's Operation Results for the year 2014
To : The President of the Stock Exchange of Thailand

TT&T Public Company Limited ("the Company") would like to submit its financial report and financial statements audited by the Company's auditor for the year 2014 ended 31 December 2014. These financial statements were also

(✓) audited by the Company's Audit Committee at the meeting No. 1/2015 held on 23 February 2015

(✓) approved by the Company's Plan Administrator on 27 March 2015

In addition, stated herein below is the report on the Company's operational results:

Performance in 2014 and 2013

- 1) Total revenue of the Company and its subsidiaries in 2014 was Baht 1,864 million, decreasing from Baht 2,119 million in 2013. The main driven items were
 - 1.1 Revenue from Telephone Services (Expansion Joint-Investment Agreement) decreased by Baht 272 million or 14% from that of 2013, resulting from weakening of voice service revenue, and Fault Reception and Dropwire Maintenance income which was consistent with decreasing tendency of land line use.
 - 1.2 Revenue from Telecommunication Service increased by Baht 21 million or 122% from 2013, mainly cause by the increase in broadband internet revenue from subsidiaries.
 - 1.3 Revenue from Sales and Services increased by Baht 4 million or 5% from 2013.
 - 1.4 Other Income decreased by Baht 8 million or 8% from 2013 mainly due to the decrease in profit of Assets Sales and Other services income.

- 2) In 2014, the Company and its subsidiaries' total operating expenses, (before loss on foreign exchange rate, loss from asset impairment, loss from debt restructuring, doubtful debt, financial cost, and corporate income tax) were Baht 2,017 million, decreasing from Baht 2,073 million in 2013. Details are as follows
 - 2.1 Cost of sales and services approximately declined by Baht 61 million or 5% from 2013 which principally caused by decreasing in revenue from Telephone Services (Expansion Joint-Investment Agreement).
 - 2.2 Selling and servicing expenses decreased by Baht 10 million or 16% from year 2013 which was mainly caused by the decrease of marketing activities.
 - 2.3 Administration expenses approximately increased by Baht 15 million or 2% which mainly resulted from the increase in staff benefit expenses.

- 3) The Company and its subsidiaries recorded doubtful accounts and bad debt of Baht 27 million in 2014, compared to Baht 10 million in 2013.

- 4) The operating result (before loss from asset impairment, loss from debt restructuring, financial cost, and gain or loss on foreign exchange rate) of the Company and its subsidiaries in 2014 was Baht 180 million operating loss, compared to Baht 36 million operating profit in 2013 which mainly resulted from the decline of revenue from Telephone Services (Expansion Joint-Investment Agreement) and the increased in depreciation cost.
- 5) The Company and its subsidiaries booked financial cost of Baht 357 million in 2014 which increased from Baht 339 million in 2013.
- 6) The Company and its subsidiaries recorded Baht 7,877 million Baht loss from debt restructuring in 2014 compared to Baht 0.02 million loss in 2013.
- 7) In 2014, the Company and its subsidiaries recorded Baht 31 million loss from foreign exchange rate, compared to Baht 435 million loss in 2013.

Financial Position as of 31 December 2014

Total assets

The Company and its subsidiaries had total assets of Baht 4,977 million. The main assets were Net Account Receivable of Baht 1,303 million or 26% of total assets. Other main assets were Property, plant and equipment of Baht 1,206 million or 24% of total assets, and Current investments - deposits with financial institutions of Baht 814 million or 16% of total assets.

Total liabilities

The Company and its subsidiaries had total liabilities of Baht 30,029 million. The main liabilities were Liabilities under Business Rehabilitation Plan of Baht 26,059 million or 87% of total liabilities, which included Current portion of liabilities under Business Rehabilitation Plan of Baht 4,449 million and Liabilities under Business Rehabilitation Plan pending for converting to equity of Baht 6,587 million. Apart from liabilities under Business Rehabilitation Plan, other main liabilities were Account Payable of Baht 2,881 million, and Other Liabilities of Baht 1,089 million.

Shareholders' equity

The Company and its subsidiaries had Negative Shareholders' equity of Baht 25,052 million increasing loss by Baht 8,447 million from year 2013. The main reason was loss from debt restructuring of Baht 7,877 million.

Please kindly be informed accordingly.

Yours sincerely,

Trin Indra-Opas
Chief Financial Officer (CFO)