

ສາຍງານປະຈຳປີ 2560
BEYOND EXPECTATION





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BEYOND EXPECTATION



機會是留給 有準備的人

“Opportunities”

are good only for those
who are ready.

Jack Min Intanate

“โอกาส”

จะบันดาลความสำเร็จ ให้แก่ผู้ที่
เตรียมพร้อมเท่านั้น

แจ๊ค มินทร์ อังค์ธนศ

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Message from the Chairman of the Board, the Executive Chairman and the President

During 2017, the world's and Thailand's economic conditions have been expanded in the upward direction and performance of IT City was in satisfactory level, even though the growth of total sales had not yet achieved the specified target, but sales volume per sales areas has been increased continually. The Company has modernized shop fronts and established them in better location, increased ratio of Smart Phone section when compared with computer section, and increased sales via online channel. The Company believes that performance in 2018 will be increased continually.

Operational direction of the Company in 2018 will be focused on sales of hi-end notebook which has price ranges more than 30,000 Baht for high power purchase customers, DIY for Gaming products to respond to the gamers' customer group which has growth steadily, sales of Smart Phone products and increase sales proportion of accessory products including service products for better margin mix. The Company also determines to develop its personnel to make them capable to provide good service to our customers.

On behalf of the Board of Directors, we would like to thank you all shareholders for continued confidence and support for management of the Company, the valued customers and partners as well as the Company's personnel for their support and driving force that could lead IT City to achieve the specified target.

Mr. Kamol Juntima
Chairman of the Board
IT City Public Company Limited

Mr. Min Intanate
Executive Chairman
IT City Public Company Limited

Mr. Ekachai Sirijirapatana
President
IT City Public Company Limited

Vision & Mission



VISION

“To be a major player in the mass market segment of the IT Smartphone Tablet industry in Thailand, achieving sustainable profits for our shareholders”



MISSION

1. To constantly achieve sustainable growth for the maximum satisfaction of shareholders partners staff clients and society.
2. To maintain financial strength and appropriate risk management.
3. To work together as a team, where everyone is given equal importance.
4. To give the importance to and develop personnel to have working efficiency and responsibility.
5. To comply with the Good Corporate Governance, the Principles of Corporate Social Responsibility.
6. To support and assist the society and community.

Financial Highlight



Ratio Analysis

As at December 31, 2014 to 2017

	2014	2015	2016	2017
Liquidity ratio				
Current ratio (times)	2.32	2.10	1.94	1.79
Quick ratio (times)	1.10	0.96	0.91	0.58
Cash flow liquidity ratio (times)	0.15	0.16	0.14	0.06
Receivables turnover - total sales (times)	43.59	42.14	35.19	38.49
Collection period - total sales (days)	8	9	10	9
Receivables turnover - wholesale (times)	15.49	13.85	11.12	14.92
Collection period - wholesale (days)	23	26	32	24
Inventory turnover (times)	7.97	7.72	6.63	5.94
Inventory turnover period (days)	45	47	54	61
Account payable turnover (times)	11.02	9.26	7.42	7.20
Payment period (days)	33	39	48	50
Cash Cycle (days)	36	34	38	35
Profitability ratio				
Gross profit margin (%)	9.96	9.86	10.30	11.14
Operating profit margin (%)	(1.53)	(0.96)	(1.14)	0.04
Other profit margin (%)	1.26	1.39	1.42	1.49
Quality of earnings (%)	(96.09)	(180.41)	(173.30)	2,316.85
Net profit margin (%)	(0.23)	0.44	0.31	1.27
Return on equity (%)	(1.10)	2.16	1.47	6.74
Efficiency ratio				
Return on total assets (%)	(0.74)	1.40	0.88	3.81
Return on fixed assets (%)	25.19	45.83	47.54	89.50
Asset turnover (times)	3.30	3.14	2.87	3.01
Financial policy ratio				
Debt to equity (times)	0.49	0.60	0.74	0.81
Fixed charge coverate ratio (cashflow adequacy) (times)	1.80	1.96	5.80	1.10
Dividend payout ratio (%)	0	78	91	0
Data per share				
Par value (Baht)	1.00	1.00	1.00	1.00
Book value per share (Baht)	2.93	2.99	2.98	2.93
Earnings per share (Baht)	(0.032)	0.060	0.044	0.204
Dividend per share (Baht)	0.00	0.05	0.04	0.00
Weighted average number of shares (Share)	349,398,859	349,398,859	349,398,859	310,735,845
Growth rate				
Total assets (%)	0.50	9.37	8.23	(16.05)
Total liabilities (%)	3.90	24.07	22.29	(11.32)
Sales and service income (%)	(6.86)	(0.30)	(0.64)	0.11
Cost of sales and services (%)	(6.76)	(0.13)	(1.12)	(0.82)
Selling and administrative expenses (%)	(7.27)	(6.48)	5.05	(2.89)
Net profit (%)	(28.07)	297.20	(31.25)	312.59



General Information

Business	IT CITY Public Company Limited is the Retail Superstore, selling computers, tablet, peripheral device and Smart Phone other related IT products and Smart Phone under the trade name "IT CITY" which is a retail superstore chain, specialising in IT products. Its slogan is "The IT Superstore".
Location	Its headquarters is located at 604/3 Pantip Plaza Bldg., 5 th - 6 th Fl., Petchburi Road, Tanon Petchburi, Rajthevee, Bangkok 10400 Thailand
Home Page	www.itcity.co.th Tel: 0 2656 5030-45 Fax: 0 2656 5049
Capital	Its registered capital is 303,798,859 Baht which is divided into 303,798,859 shares with a par value of one Baht each.
Type and Amount of Stock Sold	Its paid-up capital is 286,398,859 Baht consisting of 286,398,859 ordinary shares with a par value of one Baht each.
Company's registration No.	0107545000349
Branches	Currently, IT CITY has a total of 102 branches in Bangkok and major cities throughout Thailand. They are as follows:

Branches	Location	Commencement Date
1. Pantip Plaza	5 th Floor, Pantip Plaza	November 1996
2. Zeer Street	3 rd Floor, Zeer Shopping Complex, Rangsit	May 2000
3. Seacon IT Market	1 st Floor, Seacon Square, Srinakarin	April 2001
4. Klang IT Center	5 th Floor, Klang Plaza Nakhon Ratchasima	August 2001
5. Tukcom Sriracha	3 rd Floor, Tukcom, Sriracha	December 2001
6. Star IT	1 st Floor, Rayong Star Complex, Rayong	June 2002
7. IT Mall	4 th Floor, Fortune Tower	August 2002
8. Central Rama III	6 th Floor, Central Plaza Rama III	August 2003
9. Central Bangna	4 th Floor, Central Plaza Bangna	September 2003
10. Central Airport	3 rd Floor, Central Airport Chiang Mai	September 2003
11. The Mall Ngamwongwan	5 th Floor, The Mall Ngamwongwan	December 2003
12. IT Plaza Samrong	4 th Floor, IT Plaza Samrong	December 2003
13. Nasa Center Suphanburi	3 rd Floor, Nasa Center Suphanburi	December 2003
14. Panthip Chiang Mai	2 nd Floor, Panthip Plaza, Chiang Mai	October 2004
15. Tukcom Pattaya	5 th Floor, Tukcom, Pattaya	December 2004
16. IT Square Laksi	2 nd Floor, Laksi Plaza	October 2005
17. Siam Paragon	4 th Floor, Siam Paragon	December 2005
18. Royal Park Ratchaburi	2 nd Floor, Royal Park Shopping Mall	May 2006
19. Future Park Rangsit	3 rd Floor, Future Park Rangsit	August 2006
20. Pantip Plaza Ngamwongwan	4 th Floor, Pantip Plaza Ngamwongwan	September 2006

Branches	Location	Commencement Date
21. The Mall Ramkhamhaeng	4 th Floor, The Mall Ramkhamhaeng	October 2006
22. Fashion Island	3 rd Floor, Fashion Island	November 2006
23. Top IT Phisanulok	2 nd Floor, Topland Arcade	May 2008
24. Big Jieng Nongkhai	2 nd Floor, IT Big Jieng Shopping Complex	November 2008
25. Harbor Mall Lamchabang	3 rd Floor, Harbor Mall Lamchabang Shopping Complex	December 2008
26. Saraburi	3 rd Floor, Taweekit Complex	August 2009
27. Singburi	3 rd Floor, Chai Saeng Department Store	October 2009
28. Chachoengsao	2 nd Floor, Eastern Complex	December 2009
29. The Mall Bangkae	3 rd Floor, The Mall Bangkae Department Store	February 2010
30. The Mall Nakhonratchasima	3 rd Floor, The Mall Nakhonratchasima Department Store	April 2010
31. Kanchanaburi	3 rd Floor, Kanockan Department Store	October 2010
32. Markfour Phrae	3 rd Floor, Markfour Plaza	January 2011
33. Charoenphan Phayao	2 nd Floor, Charoenphan Department Store	September 2011
34. Tuk Com Chonburi	3 rd Floor, Tuk Com Chonburi Shopping Complex	December 2011
35. Mega Bangna	2 nd Floor, Mega Bangna Shopping Center	May 2012
36. Seacon Bangkae	3 rd Floor, Seacon Bangkae	September 2012
37. Central Khonkhan	5 th Floor, Central Plaza Khonkhan	December 2012
38. Central Chaengwattana	4 th Floor, Central Plaza Chaengwattana	January 2013
39. Tukcom Udon Thani	2 nd Floor, Landmark Plaza	February 2013
40. Central Rama II	3 rd Floor, Central Plaza Rama II	March 2013
41. Tesco Lotus Pinklao	3 rd Floor, Tesco Lotus Pinklao	April 2013
42. Fortune Mercure	4 th Floor, Fortune Town	April 2013
43. Home Work Phuket	1 st Floor, Home Work	June 2013
44. Tesco Lotus Samutsongkhram	1 st Floor, Tesco Lotus	July 2013
45. Tesco Lotus Singburi (Tha Wung)	2 nd Floor, Tesco Lotus	July 2013
46. Tesco Lotus Ruamchok Chiangmai	1 st Floor, Tesco Lotus	August 2013
47. Tesco Lotus Samphran Nakhonpathom	1 st Floor, Tesco Lotus	September 2013
48. Tesco Lotus Klaeng Rayong	1 st Floor, Tesco Lotus	October 2013
49. Tesco Lotus Wiangsa Suratthani	1 st Floor, Tesco Lotus	October 2013
50. Tesco Lotus Suphanburi	1 st Floor, Tesco Lotus	November 2013
51. Central Festival Chiangmai	3 rd Floor, Central Festival	November 2013
52. Suk - Anan Saraburi	2 nd Floor, Suk-anan Park	November 2013
53. Tesco Lotus Songkhla	1 st Floor, Tesco Lotus	November 2013

Branches	Location	Commencement Date
54. Big C Supercenter Trang	2 nd Floor, Big C Supercenter	December 2013
55. Tesco Lotus Chalong Phuket	1 st Floor, Tesco Lotus	December 2013
56. Central Festival Hatyai	3 rd Floor, Central Festival	December 2013
57. Topland Phetchabun	4 th Floor, Topland Department Store	December 2013
58. Tesco Lotus Chainart	1 st Floor, Tesco Lotus	December 2013
59. Taweekit Supercenter Buriram	1 st Floor, Taweekit Supercenter	December 2013
60. Tesco Lotus Lom Sak Phetchabun	1 st Floor, Tesco Lotus	January 2014
61. Tesco Lotus Rochana Ayutthaya	2 nd Floor, Tesco Lotus	January 2014
62. Tesco Lotus The Walk Nakhonsawan	1 st Floor, Tesco Lotus	February 2014
63. Big C Supercenter Phisanulok	2 nd Floor, Big C Supercenter	February 2014
64. Tesco Lotus Samkong Phuket	1 st Floor, Tesco Lotus	February 2014
65. Laemtong Chonburi	2 nd Floor, Laemtong Shopping Plaza	April 2014
66. Big C Supercenter Kanlapaphruek	1 st Floor, Big C Supercenter	May 2014
67. Sermthai Mahasarakham	2 nd Floor Sermthai Complex	May 2014
68. Tesco Lotus Nakhonnayok	1 st Floor, Tesco Lotus	July 2014
69. Kadkarm Mae Hong Son	1 st Floor, Kadkarm Plaza	October 2014
70. Tukcom Kosa II Khonkaen	2 nd Floor, Tukcom Kosa II	October 2014
71. Robinson Roi Et	2 nd Floor, Robinson Department Store	October 2014
72. Sripong Park Uttaradit	1 st Floor, Sripong Park Shopping Complex	December 2014
73. Robinson Prachinburi	2 nd Floor, Robinson Department Store	December 2014
74. Tuk Com Sriracha II	G Floor, Tukcom Kosa	December 2014
75. Robinson Mukdahan	2 nd Floor, Robinson Department Store	January 2015
76. Hongfah Plaza Chiang Rai	1 st Floor, Hongfah Plaza	April 2015
77. Central Plaza Lampang	2 nd Floor, Central Plaza	April 2015
78. Robinson Kanchanaburi	2F Floor, Robinson Department Store	April 2015
79. Central Plaza Phitsanulok	2 nd Floor, Central Plaza	May 2015
80. Central Plaza Rayong	2 nd Floor, Central Plaza	July 2015
81. Robinson Buriram	2F Floor, Robinson Department Store	August 2015
82. Central West Gate	2 nd Floor, Central Plaza	November 2015
83. The Mall Bangkok	3 rd Floor, The Mall Department Store	November 2015
84. Central Plaza Pinklao	3 rd Floor, Central Plaza	December 2015
85. Central Plaza Udonthani	2 nd Floor, Central Plaza	December 2015
86. The Crystal Park	3 rd Floor, The Crystal Park Department Store	January 2016

Branches	Location	Commencement Date
87. Harbor Pattaya	3 rd Floor, Harbor Pattaya Department Store	April 2016
88. Robinson Srisaman	2F Floor, Robinson Department Store	May 2016
89. Central Plaza Nakonsrithammarat	2 nd Floor, Central Plaza	July 2016
90. Blu' Port Hua Hin	3 rd Floor, Blu' Port Hua Hin Resort Mall	October 2016
91. Tesco Lotus Phayakkhaphum Phisai	1 st Floor, Tesco Lotus	November 2016
92. Tesco Lotus Ladprao	2 nd Floor, Tesco Lotus	November 2016
93. Tesco Lotus Chaeng Watthana	1 st Floor, Tesco Lotus	November 2016
94. Terminal 21 Korat	3 rd Floor, Terminal 21 Shopping Mall	December 2016
95. Tesco Lotus Bangkai	2 nd Floor, Tesco Lotus	December 2016
96. Tesco Lotus Bo win	1 st Floor, Tesco Lotus	June 2017
97. Big C Supercenter Roi-Et	1 st Floor, Big C Supercenter	June 2017
98. V-Square Nakhonsawan	B Floor, V-Square Department Store	July 2017
99. Tesco Lotus Yasothorn	1 st Floor, Tesco Lotus	September 2017
100. Central Plaza Nakhon Ratchasima	2 nd Floor, Central Plaza	November 2017
101. Pantip Plaza II	1 st Floor, Pantip Plaza	November 2017
102. Central Plaza Mahachai	2 nd Floor, Central Plaza	November 2017

Remark : The Company has closed as follows:

- Seree Lampang branch and Gateway Ekamai branch have been closed since February 2017.
- Roi-Et Plaza branch has been closed since March 2017.
- The Square Bangyai branch and Taweekit Buriram branch have been closed since April 2017.
- Kadsuankaew branch has been closed since June 2017.
- The Mall Thapra branch has been closed since July 2017.
- Tukcom-Khonkhan branch has been closed since August 2017.
- Tesco Lotus Jarunsanitwong branch has been closed since December 2017.

References

a) Share registrar:

Thailand Securities Depository Co., Ltd. .
14th Floor, Stock Exchange of Thailand
93 Ratchadapisek Road, Din Daeng,
Bangkok 10400
Tel: +66 (0) 2009 9382
Fax: +66 (0) 2009 9001 Ext. 9382

b) Auditor:

EY Office Limited.
33th Floor, Lake Ratchada Office Complex
193/136-137 Ratchadapisek Road,
Bangkok 10110
Tel: +66 (0) 2264 0777
Fax: +66 (0) 2264 0789-90

c) Lawyer:

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19th Floor, Paso Tower,
88 Silom Road, Suriyawong, Bangrak,
Bangkok 10500
Tel: +66 (0) 2267 2460-3
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Account Consultants
481 Soi Intamara 33, Suthisan Road,
Din Daeng, Bangkok 10320
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Fax: +66 (0) 2271 1652

Corporate Social Responsibility Report



IT City Public Co., Ltd. always realizes about operating business with corporate social responsibility. Its management policy has been formulated by adopting good governance principle to ensure that such policy shall be efficiently, transparently and accountability. Moreover, the Company's operating frameworks are also based on the operating guidelines of the Stock Exchange of Thailand. The Company also encourages all stakeholders, i.e. shareholder, business partner, employee, customer, competitor, society and environment to develop in all aspects and grow together in sustainable manner.

1. Operating Business with Fairness

The Company believe that running business with fairness creates the confidence to stakeholders which will be beneficial to the business long time. Hence, the Company operates business based on accuracy, fairness, non-exploitation, integrity reliability, mutual benefits with all stakeholders. The codes of conduct can be achieved by strictly complying with rules of law, having business ethics, being direct with business transaction or corresponding with government agencies opposing to bribery with government officials that leads to business convenience or business interest.

Responsibility to Shareholders

The Company constantly perform duties with integrity, make decision in operations with honesty, transparency, and benefit to the Company and the shareholders, manage the Company's business to achieve prosperity, stability, and provide the appropriate return to the shareholders, not to seek for one's own benefit or others from work operation, not to disclose the Company's secret nor use the Company's confidential information for one's own or other's benefit without permission from the Company, not to perform any action which may cause conflicts of interest with the Company without informing the Company.

Responsibility to Vendors

The Company has a policy to treat all vendors with fairness, maintain confidentiality, not exploit or take advantage of managing and conducting transactions with vendors, the Company emphasis on a relationship and fairness aim towards mutual benefits to vendors. The Company respects vendors right receiving necessary information to evaluating the Company equally. Consequently, it will continue to regularly disclose information on performance, financial data and all supporting information as required, The Company also maintains good sustainable and consistent relationship with vendors including not abuse vendors' information.

Responsibility to Employees

The Company provide appropriate return in accordance with the knowledge, capability, responsibility, and performance of staff, encourage, develop, and increase knowledge and capability of staff, comply with laws and regulations concerning labour law and welfare of the staff, treat the staff by focusing on the basic dignity of human being and respecting to the individual's rights.

Responsibility to Customers

The Company's products are filled with details and processes that need to convey to customers, the Company therefore provides all related services starting from offering consults and key information for further consideration where customers make the right decision and choice. The Company's products have been selected and legal requirements. The Company is against infringement of intellectual property. In addition, the Company adds a channel for customers recommendation and feedback on products and services including IT CITY staff service or any problem customers may have at Company's website: www.itcity.co.th or Company's facebook: www.facebook.com/itcitycare.

Responsibility to Competition

IT CITY perform trading competition under the scope of fair competition, not to seek for confidential information of competitors with illegal or corrupted methods, not to neither damage reputation of competitors with slander nor perform any action without truth and fairness.

Responsibility to Society

IT CITY provide support to activities which are beneficial to communities and the society as a whole, not to perform any action which cause damage to the reputation to the country, natural resources, and environment, not to offer cooperation or support to any person who performs illegal business or who is dangerous to the society and the national security, constantly provide awareness of responsibility toward the community and society within the Company.

2. Opposition to Corruption

The Company strongly determines to fight against corruption, for instance it shall not accept any form of corruption. It is also specified that the Company including any person and any department whose work concerning with business operation shall strictly comply with the anti-corruption policy. When they are dealing transaction or business with any official or any agency, they shall place importance on transparency and honesty in order to avoid any undertaking which might be inappropriate and contrary to good governance principle. Moreover, bribery to the official to make them facilitate the Company's or for benefits of the Company's business shall also be against. Highest disciplinary penalty shall be imposed to those who violate this policy. The Company also provides channel to notify clue on misconduct or complaint as follows:

- (1) Corporate Secretary: by sending a letter via postal service or directly by hand to:
Corporate Secretary,
IT City Public Company Limited, No. 604/3 Pantip Plaza Bldg., 5th-6th Fl., Petchburi Road,
Tanonpetchburi, Rajthevee, Bangkok 10400 or E-mail: chanchai_b@itcity.co.th
- (2) Internal Audit Department:
IT City Public Company Limited, No. 604/3 Pantip Plaza Bldg., 5th-6th Fl., Petchburi Road,
Tanonpetchburi, Rajthevee, Bangkok 10400 or E-mail: chirawan_p@itcity.co.th

Protection of person who informs clue on misconduct, violation or files a complaint.

Any employee or officer who files complaint, notifies clue, gives statement or provides information with honesty and does not have any intention to defame or cause damage to any person or the Company shall be protected from the Company, for instance, his/her position, job or workplace shall not be changed, or he/she shall not be suspended from job nor shall be threatened, harassed or treated unfairly. However, if it is necessary to change or cancel the protection measure for any person prior the arrangement under this policy becomes finalized, such undertaking must be granted approval from the Audit Committee first.

3. Human Rights

The Company is aware of and respects human rights by giving fair treatment to customers, employees, temporary staff, vendors, and all stakeholders without discrimination. The Company respects human rights on labor welfare without child labor. Work hours are according to Labor Law including suitable over time request and holidays.

Protection of Customer Information

The Company pays attention to customer confidentiality. All information related to customers is kept in a database. Access, add or edit to the database are required by authorization.

Fair Service and Treatment

The Company targets to treat all customers with clear fairness, at the same time, convey the message to all levels of employees for the best implementation. Practice guideline follows the same standard for all branches. All customers are treated with fairness and equality, without discrimination on level of income, gender, age. Queuing system is implemented, drinking water is served to all customers.

Human Rights Support

The Company supports government policy, complies with laws and regulations on human rights. This becomes a fundamental for human resource management, improvement and monitoring transparency result. HR personnel have comprehensive understanding on key requirements on human rights, on labor law and are able to apply to work as policy makers on work procedures related on human rights and labor rights. HR personnel are able to touch down to subordinates in each branch.

4. Fair Treatment to Workforce

The Company treats all workers with fairness based upon labor law and business circumstance. Staff receive fair remuneration and suitable for their responsibilities. They are received provident fund and treat the staff by focusing on the basic dignity of human being and respecting to the individual's rights, monitor the maintenance of workplace environment to ensure the safety to life, health, body, and property of the staff.

5. Commitment to Consumers

The Company disclose the information of products and services with completeness, accuracy, and fairness to the customer and not to distort the fact, serve the need of consumers with quality products and excellent services, provide guarantees to products and services under the appropriate regulations, prepare customer service mechanism and system for the customers to conveniently complaint any dissatisfaction of products and services at Company's Website or Company's Facebook.

6. Environmental Management

The Company realizes the importance of the product quality, energy and environment preservation, global warming situation, and professional health and safety as parts of the business, campaign on energy saving among all staff, activity encouraging staff to switch off computer screen during lunch break or when not using it and administration management water, garbage, waste matter with systematically.

7. Development of Community and Society

The Company have strong determination to operate business through the nurturing of CSR mentality as well as business ethics and corporate governance. The company organizes social development activities in various forms focusing at voluntary participation of our employees. Above encourages them to recognize their participation role toward their own society. IT City on regular basis supporting different activities that we believe it will render highest benefits in social collaborative environment including activities initiated by both private and public sectors. Supporting education with funds and educational equipment for schools is a step of creating strong foundation of quality life for Thai children whom is considered as a hope for future of our country.



Nature of business



IT CITY Public Company Limited is the retail superstore chain selling computers, tablets, peripherals, Smart Phone and other related IT products and Smart Phone under the trade name "IT CITY" which is a category killer in IT and Smart Phone products. Its slogan is "The IT Superstore". IT CITY offers a variety of over 10,000 items. Beside being a retail business, IT CITY also sells products via wholesale to customers in both Bangkok and provinces. At present, IT CITY operates the following businesses:

1. IT CITY provides one-stop shopping for leading brands of personal computer, peripherals and Smart Phone which are classified into five main product categories, as follows:

Computer

(a) It offers desktop and notebook computers tablet such as Acer, Apple, Asus, Dell, HP, Lenovo, MSI and Microsoft Surface etc.

(b) It also offers various brands of LED monitors, including leading brands such as Acer, Asus, BenQ, Dell, Lenovo, LG, Samsung etc.

Peripherals

It offers a wide selection of printers and scanners.

(a) Printers include Ink Jet, Dot Matrix, Laser, Multi function and Photo Copier etc. There are various brands such as Brother, Canon, EPSON, HP, Lexmark, OKI, Ricoh, Samsung, Xerox etc.

(b) IT CITY has provided several branded scanners, including Brother, Canon, EPSON, HP etc.

Smart Phone

It offers several branded of Smart Phone and connected devices, as follows:

(a) Smart Phone such as Samsung Oppo, Vivo, Huawei, Xiaomi, Asus etc.

(b) Connect devices such as Fitbit, Garmin etc.

Accessories

It offers various computer accessories like Gaming devices, IP Camera, Internet of Thing (IOT) devices, Car camera, 3G/4G Aircard, mouse, keyboard, computer software, ink and toner cartridge, printing paper, UPS, power bank, power extension outlet, loudspeaker, headphone, optical drive, CD/DVD, hard disk, computer components, network equipment, cable, carry bags and Smart Phone accessories.

Others

It offers several branded, Digital LED TV, Home audio video device and office equipments which are classified into main product categories, as follows:

- Leading Digital LED TV brands such as LG, Samsung etc.
- Office Equipment like Photo copiers, fax, office telephone, sticker cutting machine, label printer, barcode scanner, projector etc.
- Camera such as Canon, Nikon, GoPro etc.

2. Establishment of repair and maintenance service center for computer equipment, supply of genuine parts from the manufacturers and provision of services by our expert technicians, The Company classifies type of services as follows:

- (a) Selling “iCare” service with extended warranty for computers, monitors, projector, LCD television;
- (b) “iClinic” to provide software installation and upgrade, computer set up and virus removal service;
- (c) “iFix”, a service center appointed by the manufacturers and the distributors, to provide repair and maintenance services for hardware as to transport goods which cannot be the Company to the manufacturers or the distributors for their further action.

The above operations are the integrated services which can distinguish the Company from its competitors. It can be regarded as an enhancement of good customer relationship and help boosting up revenues of the Company. To facilitate its customers, IT CITY has also cooperated with several financial institutions such as First Choice, Paylite, Aeon etc. to provide information and several payment plans for the purchase of goods and service. In addition we have introduced “AirPay” by Garena to provide payment service for utility payment, car tax, credit card and installment and top-up for prepaid phone and games.

Revenue structure

The table below provides IT CITY’s revenue structure over the past four years (2014 – 2017)

Revenue structure	2014		2015		2016		2017	
	Amount	%	Amount	%	Amount	%	Amount	%
Sales revenue								
1. Computer	2,335.30	46.39	2,466.48	49.06	2,490.01	49.82	2,289.96	45.78
2. Printer	666.00	13.23	601.69	11.97	491.01	9.82	490.38	9.80
3. Smart Phone	552.80	10.98	545.55	10.85	654.28	13.09	713.40	14.26
4. Accessories (C&C)	839.66	16.68	797.20	15.86	739.86	14.80	740.37	14.80
5. Others Products	516.32	10.26	479.54	9.54	470.71	9.42	456.63	9.13
Total Sales Revenue	4,910.08	97.55	4,890.46	97.28	4,845.87	96.95	4,690.74	93.78
Service income								
6. Tools & Spare parts	4.23	0.08	8.55	0.17	15.05	0.30	154.89	3.10
7. Rental & Service Incomes	60.12	1.19	59.48	1.18	66.97	1.34	71.48	1.43
8. Others	0.40	0.01	1.46	0.03	0.57	0.01	16.72	0.33
Sales and Service income	4,974.83	98.83	4,959.95	98.66	4,928.46	98.60	4,933.83	98.64
Other income	58.74	1.17	67.40	1.34	70.03	1.40	68.19	1.36
Total revenue	5,033.57	100.00	5,027.35	100.00	4,998.49	100.00	5,002.02	100.00
Revenue Growth	-6.89%		-0.12%		-0.57%		0.07%	

Company's objectives

IT CITY aims to become one of Thailand's IT Smart Phone and Tablet superstore leaders with sustainable profits. At the end of 2018 the company plans to expand to cover 108 branches nationwide. This will enable IT CITY to become increasingly competitive with others in terms of economies of scale. The company also expects to be able to maintain first tier distribution from direct purchase from manufacturers and producers. This will enable IT CITY to make more rebate in a high volume purchase. Moreover, the company is continuously committed to offer a wide variety of products and services under the "One Stop Shopping" concept.

The Meeting of the Board of Directors of IT City Public Company Limited ("IT City") No.5/2010 held on December 15, 2010 has resolved to approve the investment in newly set-up Joint Venture Company ("JV Company") in the amount of Baht 48 million being 40% of Baht 120 million registered capital of "JV Company". On March 1, 2011, a "JV Company" was incorporated under the name of "S P V I Company Limited" (S P V I). S P V I distributes IT products and accessories carrying the "Apple" brand through iStudio outlet and U Store outlet. The U Store's business is to sell IT products solely to university students at large discounts.

On April 10, 2013 S P V I Co., Ltd. has increased its registered capital from Baht 120 million to Baht 200 million by offering right to the existing shareholders, general public directors and/or employees. During the meeting of the Board of Directors held on April 11, 2013, the meeting has approved for purchase of capital increase on pro rata basis totaled Baht 10 million. The purchasing of this capital increase made the Company have investment money of Baht 58 million, or accounting for 29% of the registered capital. Moreover, on December 6, 2013, S P VI Co., Ltd. has been listed in the Market for Alternate Investment (MAI) and trading activity of its shares has been commenced on December 19, 2013.

The Meeting of the Board of Directors of IT City Public Company Limited ("IT City") No.4/2015 held on November 10, 2015 has resolved to approve the investment in Uitox (Thailand) Company Limited ("Uitox (Thailand)") amounting to Baht 18 million or accounting for 33.33% of registered capital after capital increase of Uitox (Thailand). The Company paid included a share premium of Baht 12 million because the Company expected that the investee company to be able to operate electronics business cross-border as it had a network of branches in multiple countries.

In May 2017, the Company negotiated with the shareholders of this associate in order to return the portion of the investment in excess of the par value because certain restrictions has resulted in the cross-border business being unsuccessful. On 11 May 2017, the Extraordinary General Meeting of shareholders of Uitox (Thailand) Company Limited passed a resolution to return investment of Baht 12 million to the Company and on 12 May 2017, the Company received the return of the invested funds. The percentage shareholding of the Company in this associate remains unchanged.

The printing technology has been changed that it now has capability to print on various kinds of materials and printing management program can be used for faster printing with lower cost. In addition, the consumers' behaviors, both at organizational and personal levels, have various demands, and they also need customized and fast services. Such trend and direction made the Company decided to jointly invest in a newly established company, pursuant to resolution of the Board of Directors' Meeting No.3/2016 held on August 11, 2016 which approved on investment in a newly established company (the "Joint Venture") in the amount of Baht 12 million being 24% of Baht 50 million registered capital, named Touch Printing Republic Company Limited ("TRR") to conduct businesses of import and distribution of printing machines, printing accessories and turnkey solution for printing services. Business plans are as follows:

1. Retail and wholesale business of printing machine and related equipment;
2. Printing solution business to provide integrated printing advices to the customers;
3. Printing service business to produce the printed products pursuant to the customers' demands, both at organizational and personal levels;
4. Market place business for the designers to facilitate the designers to bring their concept and products into the markets at ease.

Preliminary, the Company targets to establish 35 printing business branches and revenues in the 5th year (2020) are projected at Baht 295 million and profit before tax expenses are targeted at 16%. In addition, it has plan to list this Joint Venture in the Stock Exchange of Thailand within 3-5 years after the commencement of the operation date.

Online sale and payment services

In order to respond to the needs of the new generation consumers with online system, for their convenience, fast, time-saving and travel cost-saving, now they can find and purchase various products and service channels which will be available throughout 24 hours at the following **websites : www.itcityonline.com, Facebook : [itcityonline](https://www.facebook.com/itcityonline), Line : [@itcityonline](https://www.line.me/tv/itcityonline)** There is delivery service with product guarantee and payment system which can be made in cash, credit card or debit card after the products delivered to the customers. Any questions on more information, news, benefits and activities of IT City Online can be sent to **E-mail : webmaster@itcity.co.th**.

In addition, the Company is also a representative of "Airpay" to provide services on payment of products, services and cash refill services to the customers for more convenience and speedy. "Airpay" is one of the services that the Company foresees growth potential and it is expected that it can increase sales volume, apart from online sale services.



Risk Factors

1. Risk associated with the Company's business

Obsolete Inventory

Computers and IT products are high technology products and thus sensitive to develop in technology. The introduction of new technologies could affect inventories, and in some cases the Company would have to sell its inventories at a loss. The Company therefore has a risk associated with inventories in regard to the depreciation of goodwill and outdated inventories.

To minimize the risk, the Company has implemented a number of inventory control measures. Each product section monitors, audits and analyses products and customers needs and places orders in correlation with sales forecasts. Moreover, in the fourth quarter of 2005, the Company installs new software named "Epicor" to replace the old system. This new software provides the point of sale system which is linked to its accounting system in the near real time basis. It is a groupware program designed to enable workers in the Company to easily share the most up-dated information including key analysis such as sale analysis, stock analysis, financial analysis etc. The result is more efficient inventory management and reduced risk related to inventory. The Company also holds monthly sales promotion campaigns to sell its outdated stock.

From the beginning of 2002, to improve the efficiency of inventory management, the Company adopted a stringent policy to set aside an allowance for the diminishing value of outdated stock by considering the aging of inventory. For the end of 2016 and 2017, the allowance for outdated stock represented 1.93 percent and 1.79 percent of total inventories. Details are shown as follows:

Aging	2016			2017		
	Allowance %	Value of Stock (Baht Mil.)	Provision Amount (Baht Mil.)	Allowance %	Value of Stock (Baht Mil.)	Provision Amount (Baht Mil.)
Over 6 Months	25.00	17.06	4.27	25.00	22.95	5.74
Over 9 Months	50.00	5.89	2.95	50.00	3.96	1.98
Over 1 Year	100.00	6.96	6.96	100.00	6.14	6.14
Total		29.91	14.18		33.05	13.86

Accounts Receivable

IT CITY sells computers and peripherals to two main groups of customers, which are retail and wholesale customers. The Company sells on a cash-only basis to retail customers, whilst it provides credit terms for wholesale customers. As at December 31, 2017 the total proportion of retail and wholesale sales was approximately 2 : 98 In the event wholesale customers default on payments, the Company would face a liquidity problem in terms of having insufficient funds to use as working capital for further purchases.

However, the Company has a stringent credit policy and has a wide coverage of wholesale customer base. As these customers have long-term relationships and credible records with the Company, it does not expect to sustain significant damage from uncollectable accounts receivable. Moreover,

the Company has applied a strict policy to set aside allowances for doubtful accounts. For the aging of accounts that exceed three months, the Company had set an allowance of 50 percent. For the aging of accounts that exceed six months the Company had set an allowance of 100 percent of the outstanding payment. As at December 31, 2017, the aging of accounts over three months amounted to Baht 0 and the aging of accounts over six months amounted to Baht 0, respectively. The total amount of provisions for doubtful accounts receivable was Baht 0 or accounting for 0 percent from all total account receivable.

As at December 31, 2017, the aging of accounts over three months amounted to Baht 105,260 and the aging of accounts over six months amounted to Baht 0 respectively. The total amount of provisions for doubtful accounts receivable was Baht 52,630 or accounting for 0.05 percent of total accounts receivable.

2. Risk related to competition

The Company is a retailer that has both direct competitors, such as IT superstores, “Mom and Pop” stores, dealers and chain retailers, and indirect competitors, such as systems integration and IT consulting firms.

The Company may be affected where an international IT superstore invests in Thailand, such as Best Buy of the US, Courts of the UK, or Harvey Norman of Australia. This would affect small retailers as well as IT CITY and other IT superstores.

With continuing developments in technology, IT manufacturers will continue to develop methods to reduce production costs, which will lead to reductions in selling prices. However, this should have no significant impact on the average returns of the industry.

To offset this risk, the Company is expanding its branches to cover major areas within Bangkok as well as the suburbs. This will provide the Company with an increased competitive advantage in terms of economies of scale and an enhanced customer base. The Company therefore believes the possible effects related to competition would be minimal.

3. Risk related to dependence upon a major shareholder who holds more than 25 percent of the issued capital

As at March 10, 2017 (the most recent date), IT CITY’s major shareholder was SVOA Plc., holding 31.96 percent of the total paid-up capital of IT CITY. Such major shareholding proportion would result in SVOA’s ability to control resolutions of shareholders’ meetings regarding legal and regulation issues which require at least three-fourths of the total number of shareholders who attend the meeting and have the right to vote. As SVOA’s shareholding is more than 25 percent, it is able to vote certain resolutions which would contribute to the inability to vote of minor shareholders.

4. Risk related to the major shareholder who may have a conflict of interest with the Company in regard to having a similar business lines

The main businesses of SVOA, the Company's major shareholder, is to distribute IT products, provide systems integration and information technology services, and to provide IT products to the government and business sectors. IT CITY and SVOA may have a conflict of interest since they deal in similar types of products. However, IT CITY does not provide systems integration and information technology services and IT CITY and SVOA have different target markets. IT CITY's main target market comprises of retail customers, whilst SVOA sells its products mainly to retailers and large enterprises.

IT CITY and the SVOA group of companies have related transactions in terms of purchase and sales transactions. For the year ended December 31, 2016 and 2017, the Company purchased products from SVOA amounting to 0.93 percent and 2.07 percent of its total purchase costs in 2016 and 2017, respectively. The Company sold products to SVOA amounting to 0.01 percent and 0.03 percent of its total wholesale volume in 2016 and in 2017, respectively.

According to the said shareholding structure, IT CITY and the SVOA group of companies may have a conflict of interest since they operate similar types of businesses. The Company has therefore taken measures to eliminate such conflict of interest.

1) SVOA and IT CITY are independent entities, although they share one director: Mr. Min Intanate. The measures included requiring that authorized signatories on behalf of IT CITY comprise directors of the SVOA Group and other authorized directors with Company's seal.

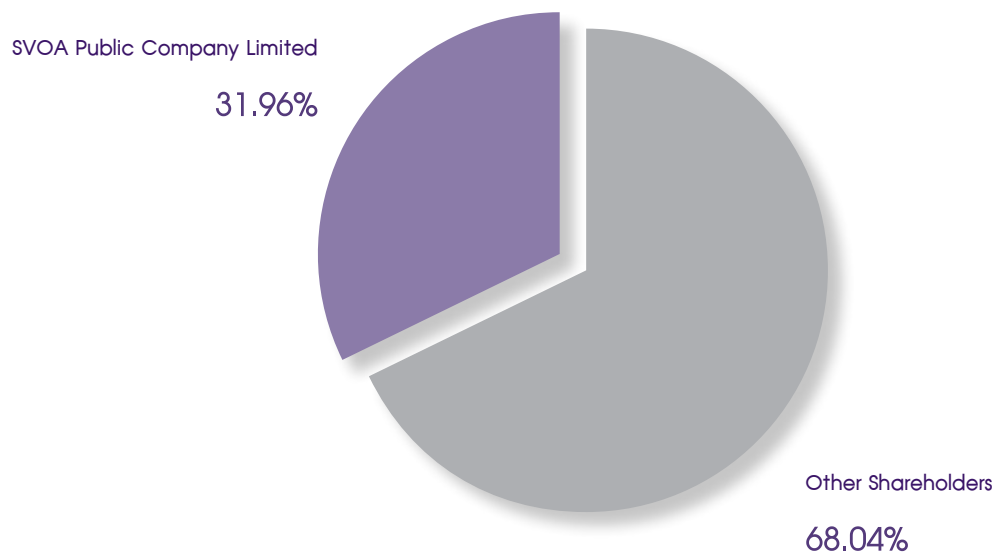
2) The Company also appointed an audit committee to audit and provide opinions in regard to connected transactions between IT CITY and SVOA.

3) In addition, the Company barred persons who may have a conflict of interest from voting for a resolution in regard to a connected transaction.

Shareholding Structure and Management



Shareholding Structure



Shareholders:

As at March 10, 2017 (the most recent date), the top ten major shareholders include:

Existing shareholding	As at March 10, 2017	
	No. of share	% of shareholding
1. SVOA Public Co., Ltd	111,666,601	31.960
2. Mr. Weerapat Punsak-udomsin	19,838,881	5.678
3. Mr. Surin Bunyongpongler	17,490,900	5.006
4. Ms. Patchara Kiatnuntavimon	15,520,794	4.442
5. Ms. Somsong Laphanonrat	15,207,500	4.352
6. DDS. Thanathorn Thungtong	6,150,000	1.760
7. Mr. Suchart Panichpakdee	6,043,847	1.730
8. Dr. Vicharat Chawa-amphorn	4,504,999	1.289
9. Mr. Chatchai Songsaengcharoen	4,370,600	1.251
10. Ms. Surangrat Prayoonhong	4,296,200	1.230
Other shareholders	144,308,537	41.302
Total	349,398,859	100.00

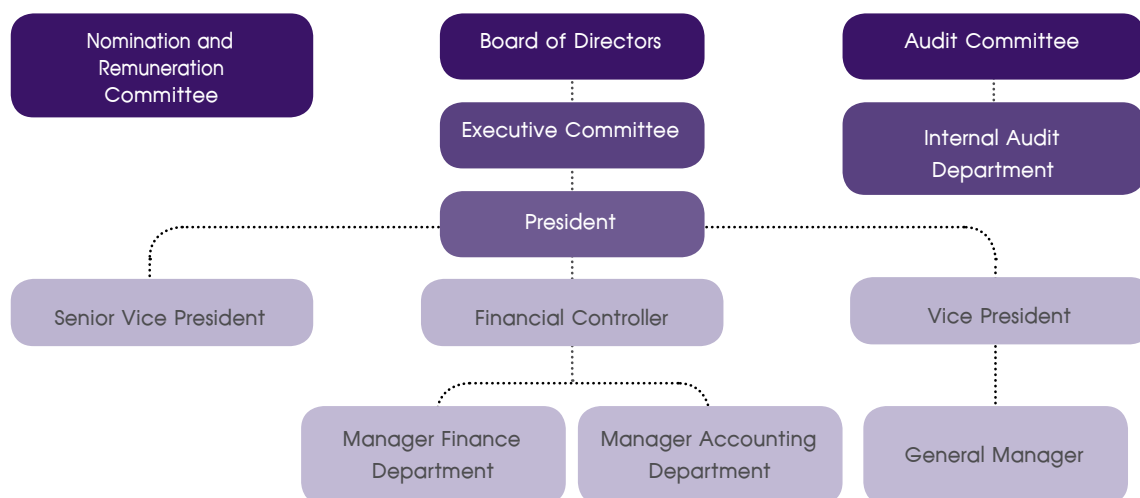
Remark: Investor can see the current top ten major shareholders from company's website (www.itcity.co.th/corporate) before the annual general shareholders meeting.

Dividend Policy

The Company currently has a policy of paying a cash dividend of not less than 50 percent of net profit after taxation; however, the dividend payment shall not affect the Company's operations.

Management

Management Structure



The Company is governed by four bodies: the Board of Directors, the Executive Committee, the Audit Committee and the Nomination and Remuneration Committee.

Board of Directors

As at December 31, 2017, the Board of Directors consisted of 11 members (each a Director), as follows:

- | | |
|---------------------------------|------------------------------------------------------------------------------------------------------------|
| 1. Mr. Kamol Juntima | Chairman of the Board and Nomination and Remuneration Committee |
| 2. Mr. Thienchai Srivichit | Director |
| 3. Mr. Min Intanate | Director |
| 4. Mr. Boonpakorn Chokvathana | Director |
| 5. Mr. Karmthon Punsak-udomsin | Director |
| 6. Mr. Sujin Jityanyong | Director |
| 7. Mr. Noravat Suwarn | Independent Director and Chairman of Audit Committee and Chairman of Nomination and Remuneration Committee |
| 8. Mr. Vichit Yanamorn | Independent Director and Audit Committee |
| 9. R.Sub.Lt. Suree Buranathanit | Independent Director and Audit Committee |
| 10. Mr. Damnoen Kaewthawee | Independent Director and Audit Committee and Nomination and Remuneration Committee |
| 11. Mr. Ekachai Sirijirapatana | President |

The Company's Secretary

The Company's Secretary is Mr. Chanchai Boonyasurakul.

Remark: Independent Director means Externally-recruited Director who is capable of protecting the benefits of every shareholder equally while ensuring that the conflict of interest between companies and individuals will not happen. A person to assume the position of Independent Director must meet the following requirements

1. Holding shares not more than one percent of total shares with voting rights of the Company, holding company, subsidiary company, associated company or juristic person with possible conflict, which shall be inclusive of the share held by related persons of such independent director.
2. Not being or used to be the director who takes part in the management of the Company, or an employee, staff member or advisor who receives a regular salary or is a controlling person of the Company, holding company, subsidiary company, associated company, subsidiary company of the same level or juristic person with possible conflict.
3. Not being a person who is related by blood or by laws as a parent, spouse, sibling and child including a child's spouse, to any management member, major shareholder, controlling person or the person who has been proposed to become the management member or controlling person of the company or subsidiary company.
4. Not having or used to have business relationship with the Company, holding company, subsidiary company, associated company or juristic person with possible conflict in a way which may prevent independent judgment, as well as not being or used to be the major shareholder, non independent director or management member of the entity having business relationship with the company, holding company, subsidiary company, associated company or juristic person with possible conflict.

Business relationship shall include normal trading transaction to the lease or rent of real estate, transaction related to assets or services, or financial support provision or reception by means of borrowing or lending, guarantee, providing collateral as well as other similar actions which make the company or its counter parties having liability against the other worth more than three percent of the net tangible assets of the company or more than Baht twenty million, whichever is lower. In addition, the calculation of such liability shall be as per the criteria on calculation of connected transaction as stipulated in the notification of the Securities and Exchange Commission re. disclosure of information and operations of the listed company concerning the connected transactions, mutatis mutandis. However, such consideration of liability shall be inclusive of the liabilities incurred during one-year period prior to the date of commencement of business relationship with the same person.

5. Not being or used to be the auditor of the Company, holding company, subsidiary company, associated company or juristic person with possible conflict and not being the major shareholder, non-independent director or management member or managing partner of the audit firm with staff being the auditor of the Company, holding company, subsidiary company, associated company or juristic person with possible conflict.
6. Not being or used to be the service provider in any professionals including legal advisor or financial advisor receiving the service fee exceeding Baht two million per year from the Company, holding company, subsidiary company, associated company or juristic person with possible conflict. Nevertheless, in the case of the professional service provider being the juristic person, the consideration shall extend to the major shareholder, non-independent director management member or managing partner of such professional service provider.
7. Not being the director who has been appointed as the representative of the Company major shareholder or shareholder whom is related to the major shareholder of the Company.
8. Having no other characteristics which may prevent from having independent opinions concerning with the business operation of the Company.

The Authorized Directors

The authorized directors comprise two groups: Group 1 - Mr. Kamol Juntima, Mr. Thienchai Srivichit, Mr. Min Intanate and Mr. Ekachai Sirijirapatana; and Group 2 - Mr. Boonpakorn Chokvathana, Mr. Sujin Jityanyong and Mr. Karmthon Punsak-udomsin. Any one of each group may co-sign documents with the Company's seal affixed.

Director Meeting for the year 2017

Name	Total Attendance	Total Absence
1. Mr. Kamol Juntima	5	-
2. Mr. Thienchai Srivichit	5	-
3. Mr. Min Intanate	5	-
4. Mr. Boonpakorn Chokvathana	5	-
5. Mr. Karmthon Punsak-udomsin	5	-
6. Mr. Sujin Jityanyong	5	-
7. Mr. Noravat Suwarn	5	-
8. Mr. Vichit Yanamorn	5	-
9. R.Sub.Lt. Suree Buranathanit	4	1
10. Mr. Ekachai Sirijirapatana	5	-
11. Mr. Damnoen Kaewthawee	5	-

Authorized Duties of the Board of Directors

The Directors shall perform their duties in accordance with the laws, objectives and Articles of Association of the Company to protect the benefits of the Company. A summary of the authorized duties of the Board of Directors are:

(a) The Board of Directors shall hold an annual general shareholders' meeting within four months of the last day of the fiscal year of the Company.

(b) The Board of Directors shall hold a meeting at least once every three months.

(c) The Board of Directors shall prepare the balance sheet and income statement as of the last day of the fiscal year of the Company for submission to the shareholders' meeting for their consideration and approval.

(d) The Board of Directors may approve the granting of authority to any directors or director to take any action on behalf of the Board or grant authority to any persons the Board considers appropriate, and the Board may change, amend or cancel said authority whenever it deems appropriate.

The Board of Directors granted the Executive Committee authority to supervise the normal operations of the Company, which was already described in the duties and authorities of the Executive Committee. However, this authority does not include transactions in which any director or member of management has a material interest, directly or indirectly, or has a conflict of interest with the Company or its subsidiary, except where the transactions are in accordance with policies and measures which were already approved by the Board or where guidelines have already been established.

(e) Any Directors having a material interest, directly or indirectly, in any matter related to the Company must inform the Board immediately of such fact and will have no right to vote in such matter. The Board of Directors shall determine the Company's target, policy, business plan and budget and supervise the management of the Executive Committee to ensure it is in line with the Company's policy, with an exception for the following matters which require the approval of shareholders: a capital increase, capital reduction, debenture issuance, disposal or transfer of the business or a significant part thereof to other parties, the purchase or transfer of other businesses, and an amendment of Memorandum of Association or Articles of Association.

The Board of Directors shall supervise the Company to ensure it is in compliance with regulations of the SEC and SET, i.e. connected transactions, the disposal or acquisition of assets etc.

(f) The Board of Directors shall determine the management structure, appointment of the Executive Committee, Chief Executive Officer, and members of other Committees.

(g) The Board of Directors shall monitor the Company's performance so as to compare it with the overall business plan and budget.

(h) No director shall engage in any business which has the same nature as and is in competition with the business of the Company or become a partner in an ordinary partnership or become a director of a private company or any other company operating a business which has the same nature as and is in competition with the business of the Company, either for his or her own benefit or for the benefit of other persons, unless he or she notifies the shareholders meeting prior to the resolution of his or her appointment.

(i) A director shall notify the Company without delay when

1. he or she has a direct or indirect interest in any contract which is made by the Company; and
2. when he or she holds shares or debentures of the Company or an affiliated company, and shall indicate any increase or decrease in the number of the director's total number of shares.

Executive Committee

As at December 31, 2017, the members of the Company's Executive Committee were as follows:

- | | |
|--------------------------------|-----------------------|
| 1. Mr. Min Intanate | Executive Chairman |
| 2. Mr. Ekachai Sirijirapatana | President |
| 3. Mr. Boonjerd Harnvichitchai | Senior Vice President |
| 4. Mr. Pairoj Amatamahatana | Vice President |
| 5. Ms. Pantipa Thirakanokvilai | Financial Controller |

Authorized Duties of the Executive Committee

According to Board minutes No.5/2002 dated November 14, 2002, it was resolved that the authorized duties of the Executive Committee were to ensure that the normal daily business of the Company is in line with economic conditions, including the determination of policy, business plan, budget, management structure and overall management of the Company.

The Executive Committee is to submit the plan to the Board for its consideration and/or approval and also monitor the Company's performance compared with its policy. The Executive Committee has the following authorized duties:

(1) Consider the annual budget as proposed by the management before submission to the Board. The Executive Committee approves of changes and additions of the interval annual budget during the period in which there is no Board meeting and provides a report of its actions to the next Board meeting.

(2) Approve expenditures not exceeding Baht 30 million.

(3) Approve important investments which were already contained in the budget and approved by the Board.

(4) Act as a consultant to management in respect of financial policy, marketing, personnel management and others.

(5) Allocate pension funds which were already approved by the Board to employees or any persons in the employ of the Company.

The Executive Committee also has the authority to make decisions relating to any normal business transaction of the Company, which does not include approval of transactions which may cause a conflict of interest with the Company or its subsidiary (if any) according to the SET's regulations. The Executive Committee is required to obtain approval from the Board or Shareholders for connected transactions in accordance with the Company's Articles of Association or relevant laws, except for normal business transactions already covered by existing guidelines.

Audit Committee

As at December 31, 2017, the members of the Company's Audit Committee were as follows:

- | | |
|---------------------------------|---------------------------------------------------------------------------------------------------------------|
| 1. Mr. Noravat Suwarn | Independent Director and Chairman of Audit Committee
and Chairman of Nomination and Remuneration Committee |
| 2. Mr. Vichit Yanamorn | Independent Director and Audit Committee |
| 3. R.Sub.Lt. Suree Buranathanit | Independent Director and Audit Committee |
| 4. Mr. Damnoen Kaewthawee | Independent Director and Audit Committee
and Nomination and Remuneration Committee |

Remark: Mr. Noravat Suwarn possesses knowledge and experience in auditing the financial statement of the company and has passed the training course on Finance for Non-Finance Director of IOD.

Authorized Duties of the Audit Committee

According to Board meeting No.3/2008 on August 6, 2008, it was resolved that the authorized duties of the Audit Committee are as follows:

1. to review the Company's financial reporting process to ensure that it is accurate and adequate and co-operate with auditors and management to prepare the financial reports, including quarterly and yearly. The Audit Committee may suggest that the auditor inspect any transaction which is considered to be an important matter;

2. to review the Company's internal control system and internal audit system to ensure that they are suitable and efficient, to determine an internal audit unit's independence, as well as to approve the appointment, transfer and dismissal of the chief of an internal audit unit or any other unit in charge of an internal audit;

3. to review the Company's compliance with the law on securities and exchange, the Exchange's regulations, and the laws relating to the Company's business;

4. to consider, select and nominate an independent person to be the Company's auditor, and to propose such person's remuneration, as well as to attend a non-management meeting with an auditor at least once a year;

5. to review the Connected Transactions, or the transactions that may lead to conflicts of interests, to ensure that they are in compliance with the laws and the Exchange's regulations, and are reasonable and for the highest benefit of the Company;

6. to prepare, and to disclose in the Company's annual report, an audit committee's report which must be signed by the audit committee's chairman and consist of at least the following information:

6.1 an opinion on the accuracy, completeness and creditability of the Company's financial report,
6.2 an opinion on the adequacy of the Company's internal control system,
6.3 an opinion on the compliance with the law on securities and exchange, the Exchange's regulations, or the laws relating to the Company's business,

6.4 an opinion on the suitability of an auditor,
6.5 an opinion on the transactions that may lead to conflicts of interests,
6.6 the number of the audit committee meetings, and the attendance of such meetings by each committee member,

6.7 an opinion or overview comment received by the audit committee from its performance of duties in accordance with the charter, and

6.8 other transactions which, according to the audit committee's opinion, should be known to the shareholders and general investors, subject to the scope of duties and responsibilities assigned by the Company's board of directors;

7. to perform any other act as assigned by the Company's board of directors, with the approval of the audit committee;

8. to perform the Audit Committee's report to the Company's board of directors at least once for each quarter.

Nomination and Remuneration Committee

The Meeting of the Board of Directors No.5/2016 held on 14 December 2016 has appointed The Nomination and Remuneration Committee which consists of 3 members, 2 of whom is an independent director. The names of the Nomination and Remuneration Committee are as follows:

- | | |
|---------------------------|---------------------------------------------------------------------------------------------------------------|
| 1. Mr. Noravat Suwarn | Independent Director and Chairman of Audit Committee
and Chairman of Nomination and Remuneration Committee |
| 2. Mr. Kamol Juntima | Chairman of the Board and Nomination and Remuneration Committee |
| 3. Mr. Damnoen Kaewthawee | Independent Director and Audit Committee
and Nomination and Remuneration Committee |

Authorized Duties of The Nomination and Remuneration Committee

1. Set the policy on nomination the Company's directors, subcommittees and high-level executives, as well as their remuneration, to be proposed to the Board of Directors for approval

2. Screen for persons with suitable qualifications and value to the business to replace the directors whose terms are expiring or to fill vacant positions to be proposed to the Board of Directors for approval and to seek the approvals for their replacements/appointments from the shareholders

3. Determine compensation as necessary and appropriate, both in the form of cash and non-cash rewards, for the directors and high-ranking executives based on their duties, responsibilities and performances.

4. Report to the Board of Directors results from its meetings which are significant and beneficial to the Company.

5. Provide explanations or answer questions in case doubts emerge involving the Company's policy on nomination and remuneration its directors, sub-committees and high-ranking executives at shareholders' meetings.

6. Perform any other duties assigned by the Board of Directors involving significant nominations and remuneration.

Ongoing Management

As at December 31, 2017, the Company's current management team was as follows:

- | | |
|--------------------------------|-----------------------|
| 1. Mr. Min Intanate | Executive Chairman |
| 2. Mr. Ekachai Sirijirapatana | President |
| 3. Mr. Boonjerd Harnvichitchai | Senior Vice President |
| 4. Mr. Pairoj Amatamahutana | Vice President |
| 5. Ms. Pantipa Thirakanokvilai | Financial Controller |
| 6. Mr. Prawit Rugpises | General Manager |
| 7. Ms. Vanida Sangkaew | Manager, Finance |
| 8. Ms. Lalitwadee Puttipongsup | Manager, Accounting |

Authorities and Duties of the President

According to the Board meeting No.5/2002 on November 14, 2002, it was resolved that the authorized duties of the Management are as follows:

(1) To be responsible for day-to-day operations.

(2) To carry out the Company's policies and to develop strategies according to policies set out by the Board of Directors.

(3) To ensure that such policies and strategies are applied properly so as to be in line with the objectives, regulations, policies, orders or resolutions by the shareholders, the Board, or the Executive Committee.

The authority of the President or any authority which the President assigns to other persons to manage or make decisions relating to normal business transactions of the Company, not including approval for transactions which may result in a conflict of interest with the Company or its subsidiary (if any) according to the SET's regulations. Connected transactions require approval of the Board or Shareholders in accordance with the Articles of Association or relevant laws, except for normal business transactions already covered by existing guidelines.

In addition, Board meeting No.5/2016 held on December 14, 2016 resolved to authorize Ms. Pantipa Thirakanokvilai, the Financial Controller, to co-sign along with Mr. Kamol Juntima or Mr. Thienchai Srivichit to conduct any litigation and/or make any agreement, document with any juristic person, government sector, state enterprise or others in the Company's normal course of business. This includes the opening of new branches and contacting banks or financial institutions. The resolution will enhance the Company's daily business operations.

Ms. Pantipa's authority does not include approval of transactions which may cause a conflict of interest with the Company or its subsidiary according to the SET's regulations. Connected transactions require the approval of the Board or Shareholders in accordance with the Articles of Association or relevant laws except for normal business transactions already covered by existing guidelines.

Nomination of the Directors

The Board of Directors' Meeting No.5/2016 on December 14, 2016 has passed a resolution to appoint the Nomination and Remuneration Committee which consisted of

- | | |
|---------------------------|--------------------------------------------------------|
| 1. Mr. Noravat Suwan | Chairman of the Nomination and Remuneration Committee, |
| 2. Mr. Kamol Juntima | Nomination and Remuneration Committee and |
| 3. Mr. Damnoen Kaewthawee | Nomination and Remuneration Committee. |

Duties and responsibilities of this Committee are to nominate the person to be the Company's director and to determine remuneration pursuant to the guidelines specified by the Stock Exchange of Thailand until the Board of Directors could complete the establishment of the regulations on duties of the Nomination and Remuneration Committee. Hence for nomination of the person to hold the directorship of the Company, the Nomination and Remuneration Committee shall consider by taking into account criteria on qualifications pursuant to Section 68 of the Limited Public Company Act B.E.2535 in order to propose to the Board of Directors for consideration and further proposal to the shareholders for consideration on appointment of the directors, by using the majority votes pursuant to the following criteria and methods:

Shareholder Voting Rights for the Selection of Directors

1. Each shareholder shall have one vote per one share.
2. Each shareholder shall cast his/her vote for one or more candidate for Board membership but shall not divide his/her voting rights amongst more than one candidate.
3. In a case where there is a tie amongst Board candidates, the Chairman of the meeting shall cast the deciding vote.

Remuneration of Management

Monetary Remuneration

a. The overall remuneration for the Board of Directors in the form of gratuity allowance and bonuses for 10 Directors throughout the year 2017 was 7,121,856 Baht with the following details.

Name	Position	Total Monthly Remuneration for 2017	2017 Annual Bonus
1. Mr. Kamol Juntima	Chairman of the Board and Nomination and Remuneration Committee	3,281,856	-
2. Mr. Thienchai Srivichit	Director	360,000	-
3. Mr. Min Intanate	Director	360,000	-
4. Mr. Boonpakorn Chokvathana	Director	360,000	-
5. Mr. Kamthorn Punsak-udomsin	Director	360,000	-
6. Mr. Sujin Jityanyong	Director	360,000	-
7. Mr. Noravat Suwarn	Independent Director and Chairman of Audit Committee and Chairman of Nomination and Remuneration Committee	600,000	-
8. Mr. Vichit Yanamorn	Independent Director and Audit Committee	480,000	-
9. R.Sub.Lt. Suree Buranathanit	Independent Director and Audit Committee	480,000	-
10. Mr. Damnoen Kaewthawee	Independent Director and Audit Committee and Nomination and Remuneration Committee	480,000	-
Total		7,121,856	-

Remark: (1.) No.1 has been appointed by the Board of Directors to constantly supervise the management of the Executive Committee to ensure that it is in line with the Board of Directors' policy and has a position car for operation.

- b. The overall remuneration for management and the Director who belongs to management in the form of salaries and bonuses for 7 persons in the year 2017 is Baht 15 million.

Other remunerations (if any)

The Company has paid the provident fund for 5 members of its management for 2017 with total amount of 579,697 Baht.

Auditor's remuneration and other expenses

Auditors' remuneration	Financial Year 2017
1. Auditing fee	1,359,500
2. Other service charges and expenses	48,641

Code of best practice

The Board of Directors is determined to manage the Company efficiently to achieve objectives. It is firmly convinced that good corporate governance will bolster the Company's operating result growth sustainably. It is also the key to success, which is to maximize value for its shareholders. Therefore, the Board of Directors strictly complies with the principles of good corporate governance, which are Integrity, Transparency, Independence, Accountability, Fairness, Social responsibility. These corporate governance principles are reflected in the values, guidelines and directions of the practices internally adopted by the Company. They should provide assurances that the business can compete effectively under the business ethics in compliance with international standards, laws and the principles of good corporate governance set forth by the Securities and Exchange Commission and the Stock Exchange of Thailand.

Monitoring of Insider Trading

The Company's policy, which is to monitor Directors and management for any misuse of inside information for personal benefit, is as follows:

The Company informs Directors and Management of their duty to prepare and disclose reports of shareholding and any shareholding by their spouses and minor children, including changes in such holding in the Company under the rules and procedures specified in Section 59 of the SEC Act B.E.2535 and the penal provision under Section 275 of the SEC Act.

The Company forbids Directors, Management and employees including their spouses and minor children to buy, sell, or transfer the Company's securities to prevent trading by using insider information. In case those persons buy, sell, or transfer the Company's securities by not using insider information, such persons are required to report said transactions to the SEC and the SET within three days from the transaction date and submit a report to the Financial Controller as evidence.

The Company will inflict the maximum punishment on any executive officer who exploits inside information or performs any act in such a way that may disgrace or damage the Company.

Employees

As at December 31, 2017, IT CITY had 409 employees, as follows:

Department	Number of employees (persons)
Management	7
Wholesale and Warehouse	7
Retail and Product Management	182
Hardware Management-Store	5
Showroom sales-Store	80
Stock control-Store	30
Customer service- Store	37
Cashier-Store	19
Accounting Finance Personal Administration	27
Marketing, MIS and Maintenance	10
Internal auditor	5
Total	409

As at December 31, 2016 total employees of the Company numbered 363.

Monetary compensation, including salaries and bonuses, to employees totaled Baht 91.94 million for the year ended 2016 and Baht 97.58 million for the year 2017. As at December 31, 2016 and 2017, the Company contributed Baht 1,898,946 and Baht 1,888,631 to the provident fund.

Human Resource Development Policy

The Company provides regular training and seminars to employees, including an orientation for new employees to assist them in understanding their duties and responsibilities. In addition, to enhance the efficiency and skills of management and employees, the Company has a policy for them to attend internal seminars.

For the past year, the Company emphasized on providing trainings to the employees on service provision for store managers, sales persons, technicians, stock keepers and cashiers by stressing that they must not only have knowledge, skills and ability to give accurate and credible information but they must also perform duties with responsibility and enthusiastically, particularly on service provision. To make all employees have good consciousness and render service with honesty and sincerely, so that the customers can have good impression, Moreover, their performance shall be assessed from time to time, The Company experts that such concept can develop quality of its personnel on sustainable basis.

Labour Disputes Over the Past Three Years

None.

Internal Control

On December 13, 2017 as the Board of Directors meeting No.5/2017 at which three Audit Committee members. The Board of Directors evaluated the Company's internal control system. The evaluation was done on the following five criteria:

1. Organization and Environment

The Board of Directors opines that the Company has clear organization chart and has specified scope of authority, responsibility of each department, having specified clear target of business operation which is measurable, which the setting of the target and work plan the management and each executive of each field of work have jointly considered and set the business target and the strategy of operation by using the result of operation in the past years as the basic information. It is then ensured to be properly and shall be able to achieve the target.

For our policy, operating regulation, and provision relating to ethics (Code of Conduct) were made in writing in order for directors, executives, and employees in all departments to use as a guideline for operation. Regarding this operating regulation, the Company has provided such in consideration of relevant laws and regulations including the effects which may occur to interested parties.

2. Risk Management

The Board of Directors opines that the Company has regularly considered and evaluated the risks that may affect the result of operation of the Company for setting management method and for controlling the risk to be at the acceptable level, and notified relevant staff to be aware of and to comply with the measurement of risk management.

3. Controlling

The Board of Directors opines that the Company has specified the scope of authority, approval credit limit of executive in each level clearly in writing, and completely separate duty and responsibility

for approval work, account booking and information technology, and the looking after of property separately in order to examine each other. In case the Company has entered into transactions with the major shareholders, director, executive, or relevant persons, the Company shall propose such transaction through the Board of Directors Meeting and complete such transaction as if such were made with outsider.

4. Information Technology and Communication System

The Board of Directors opines that the Company has prepared the notice calling for the Board of Directors Meeting, stating information and details of agenda to the Board of Directors for consideration of at least 7 days before the meeting, and has made the complete minutes of the Board of Directors meeting which may be referable, and such can be used to examine the appropriateness in performing the duty of the Director.

The Company has selected the accounting policy that is generally accepted in accounting principle, and retained documents, supplement to records properly.

5. Monitoring

The Board of Directors opines that the Company has added an agenda on monitoring the result of operation every quarter, in order to notify to the Board of Directors and to propose suggestions for work performing. For operation plan and budget, the Company will make and review them every year. In case there is an internal audit, the Company has required the internal auditor to report the result directly to the Audit Committee, in order for the auditor to perform its duties independently and propose the auditing report in fact

Resumes of Director Management and Secretary

No.	Name	Age (year)	Education	Share holding proposition	Work Experience		
	Job Title				Period	Job Title	Company Name & Type of Business
1	Mr. Kamol Juntima Chairman and Nomination and Remuneration Committee and Authorized Director	79	Master of Public Administration, The National Institute of Development Administration Bachelor of Commerce, Bachelor of Accountancy Thammasat University National Defence College Degree (Class 33) Certificate, Directors Certification Program (Class 3) Certificate, Chairman 2000 (Class 4/2001)	0.35	Present	Chairman and Nomination and Remuneration Committee	IT CITY Pcl.
					Present	Chairman	TRIS Rating Limited
					Present	Chairman	Westcoast Engineering Co., Ltd.
					Present	Academic Committee in Finance and Accounting	Office of the Civil Service
					2008 - 2013	Chairman of Ethics Committee	Federation of Accounting Professions
					2007 - 2012	Chairman of Audit Committee and Evaluate, Government	Ministry of Education
					2000 - 2002	Chairman of the Board	Financial Sector Restructuring Authority
					1997 - 1998	Comptroller General	Ministry of Finance
					1996 - 1998	Chairman of the Board	The Government Lottery Office
					1995 - 1996	Chairman of the Board	Small Industry Finance, Corporation (SIFC)

No.	Name	Age (year)	Education	Share holding proportion	Work Experience		
	Job Title				Period	Job Title	Company Name & Type of Business
2	Mr. Thienchai Srivichit Director and Authorized Director	86	The Institute of Chartered Accountants in England & Wales, London, UK National Defence College Degree Certificate of Attendance Director Accreditation Program Class 36 (DAP) Certificate of Attendance The Role of the Chairman Program Class 18 (RCP)	0	Present	Director	IT CITY Pcl.
					Present	Chairman	SVOA Pcl.
					1974 - Present	Lecturer	Bank Accounting Ramkhamhaeng University
					1988 - Present	Special Professor	Business Administration Faculty, Ramkhamhaeng University
3	Mr. Min Intanate Director and Executive Chairman and Authorized Director	63	Ph.D. in Law (Honorary), Dominican University of California, USA (2010) Ph.D. in Science (Honorary), Information Technology for Management, Mahasarakarm University Bachelor (Honorary) of Science, Computer Science, Faculty of Engineering and Agricultural Technology, Rajamangala University of Technology Thanyaburi Bachelor of Architecture, Fu Hsing Institute of Technology (Taiwan) Thailand Insurance Leadership Program, Class 1, Office of Insurance Commission DAP, Director Accreditation Program Class 36, Thai Institute of Directors RCP, Role of The Chairman Program Class 12, Thai Institute of Directors	0.28	Present	Founder & Chief Architect	SVOA Pcl..
					Present	Director & Executive Chairman	S P V I Pcl.
					Present	Director	ABIKS Development Co., Ltd
					Present	Chairman	D&B (Thailand) Co., Ltd.
					Present	Director	National Credit Bureau Co., Ltd.
					Present	Director & Executive Chairman	IT CITY Pcl.
					Present	Director & Chairman	Core and Peak Co., Ltd.
					Present	Director & Executive Chairman	Business Online PCL.
					Present	Director & Executive Chairman	ARIP Pcl.
					Present	Director	Advanced Research Group Co., Ltd.
					2017	Director	BOL Digital Co., Ltd

No.	Name	Age (year)	Education	Share holding proportion	Work Experience		
	Job Title				Period	Job Title	Company Name & Type of Business
4	Mr. Boonpakorn Chokvathana Director and Authorized Director	82	Assumption Commercial College (1956) Bachelor's Degree of Economics, University of Nottingham, United Kingdom 1962 Certificate of Attendance Director Accreditation Program Class 3/2003 (DAP) Certificate of Attendance Director Certification Program Class 68/2005 (DCP) Certificate of Attendance The Role of Compensation Committee Program Class 7/2008 (RCC)	0.70	Present	Director	IT CITY Pcl.
					Present	Chairman	Newcity (Bangkok) Pcl.
					Present	Chairman	Dr. Thiam Chokvathana Foundatio
					Present	Vice Chairman	Saha Pathanapibul Pcl.
					2008 - 2011	Chairman and Nomination and Remuneration Committee	Bumrungrad Hospital Pcl.
					2003 - 2011	Independent Director and Audit Committee	Bumrungrad Hospital Pcl.
5	Mr. Karmthon Punsak-udomsin Director and Authorized Director	82	Secondary School, Pei Ing School Certificate of Attendance Director Accreditation Program Class 3/2003 (DAP) Certificate of Attendance Director Certification Program Class 68/2005 (DCP)	0.33	Present	Director	IT CITY Pcl.
					1999 - Present	Director	Saha Patana Interholding Pcl.
					1995 - Present	Vice Chairman	Thai President Foods Pcl.
					1998 - Present	Chairman	Universe Beauty Co., Ltd.
					1983 - Present	Chairman	Unifunds Co., Ltd.
					1981 - Present	Director	President Holding Co., Ltd.
6	Mr. Sujin Jityanyong Director and Authorized Director	88	Secondary School Certificate of Attendance Director Accreditation Program Class 49 (DAP) Finance for Non-Finance Director Program (FN)	0.53	Present	Director	IT CITY Pcl.
					1999 - Present	Chairman	Sampantamitr Co., Ltd
					1979 - Present	Director	Sahanamtextile Co., Ltd.

No.	Name	Age (year)	Education	Share holding proposition	Work Experience		
	Job Title				Period	Job Title	Company Name & Type of Business
7	Mr. Noravat Suwarn Independent Director and Chairman of Audit Committee and Chairman of the Nomination & Remuneration Committee	77	Master of Science (Ag. Econ.), University of Wisconsin-Madison, USA Bachelor of Economics, Thammasat University Certificate from the Director Accredited Program, Office of the Civil Service Commission (OCSC) National Defence College Degree (Class 35) Certificate of Attendance The Role of The Chairman Program Class 12 (RCP) Certificate of Attendance Directors Certification Program Class 15 (DCP) Certificate of Attendance Audit Committee Program, Class 18 (ACP) Certificate of Attendance Finance for Non-Fin	0	Present	Independent Director and Chairman of Audit Committee and Chairman of the Nomination and Remuneration Committee	IT CITY Pcl.
					Present	Chairman	Business Online Pcl.
					Present	Chairman	KSK Insurance (Thailand) Pcl
					1999 - 2001	Director General of a Government Department	Department of Insurance, Ministry of Commerce
					1997 - 1999	Director General of a Government Department	Department of Commercial Registration, Ministry of Commerce
8	Mr. Vichit Yanamorn Independent Director and Audit Committee	71	Master of Science (Computer Science), University of IOWA, USA Bachelor of Commerce and Accountancy (Statistics), Chulalongkorn University Certificate of Attendance Director Accreditation Program Class 34 (DAP) Certificate of Attendance Audit Committee Program, Class 18 (ACP) Certificate of Attendance Driving Strategic Success with IT Governance (ITG) Class 3/2016	0	Present	Independent Director and Audit Committee	IT CITY Pcl.
					Present	Director	The New Continent Co., Ltd.
					Present	Information Technology Adviser	MBK Pcl.
					Present	Director	The Grand UB Co., Ltd.
					Present	Sub-Committee	Audit Committee and the public Sector Ministry of Social Development and Human Security.
					Present	Director	Amorncheewin Co., Ltd
					2001 - 2002	Senior Executive Vice President, Information Technology Service Group	Thanachart Capital Public Co., Ltd..
					2014- Present	Director & Executive Chairman	Net Bay Public Company Limited
					Present	Director & Executive Chairman	Siam Commercial Bank Pcl.

No.	Name	Age (year)	Education	Share holding proposition	Work Experience		
	Job Title				Period	Job Title	Company Name & Type of Business
9	R.Sub.Lt. Suree Buranathanit Independent Director and Audit Committee	83	Master of Political Science, Ramkhamhaeng University Bachelor of Political Science, Chulalongkorn University Certificate of Attendance Director Accreditation Program Class 18 (DAP) Certificate of Attendance Audit Committee Program, Class 18 (ACP)	0.03	Present	Director	IT CITY Pcl.
					Present	Independent Director and Audit Committee	Newcity (Bangkok) Pcl.
					Present	Independent Director and Audit Committee	Dr. Thiam Chokwathana Foundation
					Present	Member of the Bangkok University Council	Thai Woman Watch
					Present	Adviser	Association of Private Higher Education Institutions of Thailand
					Present	Adviser	The Border Patrol Police Association of Thailand
					Present	Mediator	Thanyaburi Provincial Court
					Present	Adviser	Sacred Heart Convent Alumni Association
10	Mr. Damnoen Kaewthawee Independent Director and Audit Committee and Nomination and Remuneration Committee	71	Diploma, Post and Telecommunications School (Class 23) (1965) Bachelor's degree in engineering (Communications and Telecommunications), King Mongkut's Institute of Technology Ladkrabang (1970) Master's degree in science (Computer Science), Chulalongkorn University (1976) Psychological Operations in Administration Course, Class 82, Applied Psychology Institute Information Technology for Senior Management Course, (CIO-20) Civil Service Commission Certificate of Attendance Director Accreditation Program (DAP)	0	Present	Independent Director and Audit Committee and Nomination and Remuneration Committee	IT CITY Pcl.
					Present	Chairman	Infinite Electric (Thailand) Co.,Ltd.
					Present	Association	The Communications Authority of Thailand association (CATA)
					2013- Present	Subcommittee strategy set Technology	Metropolitan Waterworks Authority
					2004 - 2007	Chairman	Unifunds Co., Ltd.
					2006 - 2007	Vice President Information Technology	CAT Telecom Pcl.
					2008 - 2009	Adviser	Uni Central Co., Ltd.
					2008 - 2010	Director	Audit and evaluation. The Ministry of Culture
11	Mr. Ekachai Sirijirapatana Director, President and Authorized Director	63	Master of MBIS Georgia State University Certificate of Attendance Director Accreditation Program Class 33 (DAP)	0.44	Present	Director and President	IT CITY Pcl.
12	Mr. Boonjerd Harnvichitchai Senior Vice President	57	Master of Insurance, Georgia State University	0	Present	Senior Vice President	IT CITY Pcl.
					Present	Director and Authorized Signatory	Uitox (Thailand) Co., Ltd.

No.	Name	Age (year)	Education	Share holding proportion	Work Experience		
	Job Title				Period	Job Title	Company Name & Type of Business
13	Mr. Pairoj Amatamahatana Vice President	57	Master of MBIS Georgia State University	0.22	Present	Vice President	Business Online Pcl.
14	Mr. Pravit Rugsises General Manager	54	Master of Business Administration, Bangkok University	0	Present	General Manager	IT CITY Pcl.
15	Ms. Pantipa Thirakanokvilai Financial Controller	57	Bachelor of Business Administration, Thammasat University	0	Present	Financial Controller	IT CITY Pcl.
16	Ms. Vanida Sangkaew Financial Manager	51	Bachelor of Business Administration, Rajabhat Institute Bansomdejch	0	Present	Financial Manager	IT CITY Pcl.
17	Ms. Lalitwadee Puttipongsup Accountant Manager	29	B.B.A. Accounting Srinakharinwirot University	0	Present	Accountant Manager	IT CITY Pcl.
18	Mr. Chanchai Boonyasurakul Company Secretary	57	Bsc. Economics & Administration Kasetsart University	0	2002 - present	Company secretary	IT CITY Pcl.
					Present	Company secretary	ARIP Pcl.
					Present	Director	Advanced Research Co.Ltd.
					Present	Director	Pro Management Solution Co.,Ltd.
					Present	Director	Pro Multi Service Co.,Ltd.
					Present	Director	Pro Business Development Co.,Ltd.
					Present	Director	Anet Co.,Ltd.
					Present	Director	Advanced Auditing Co.,Ltd.

Note: Family Relationship among Executives. None

Name Of Director, Executive Management and Controlling Person

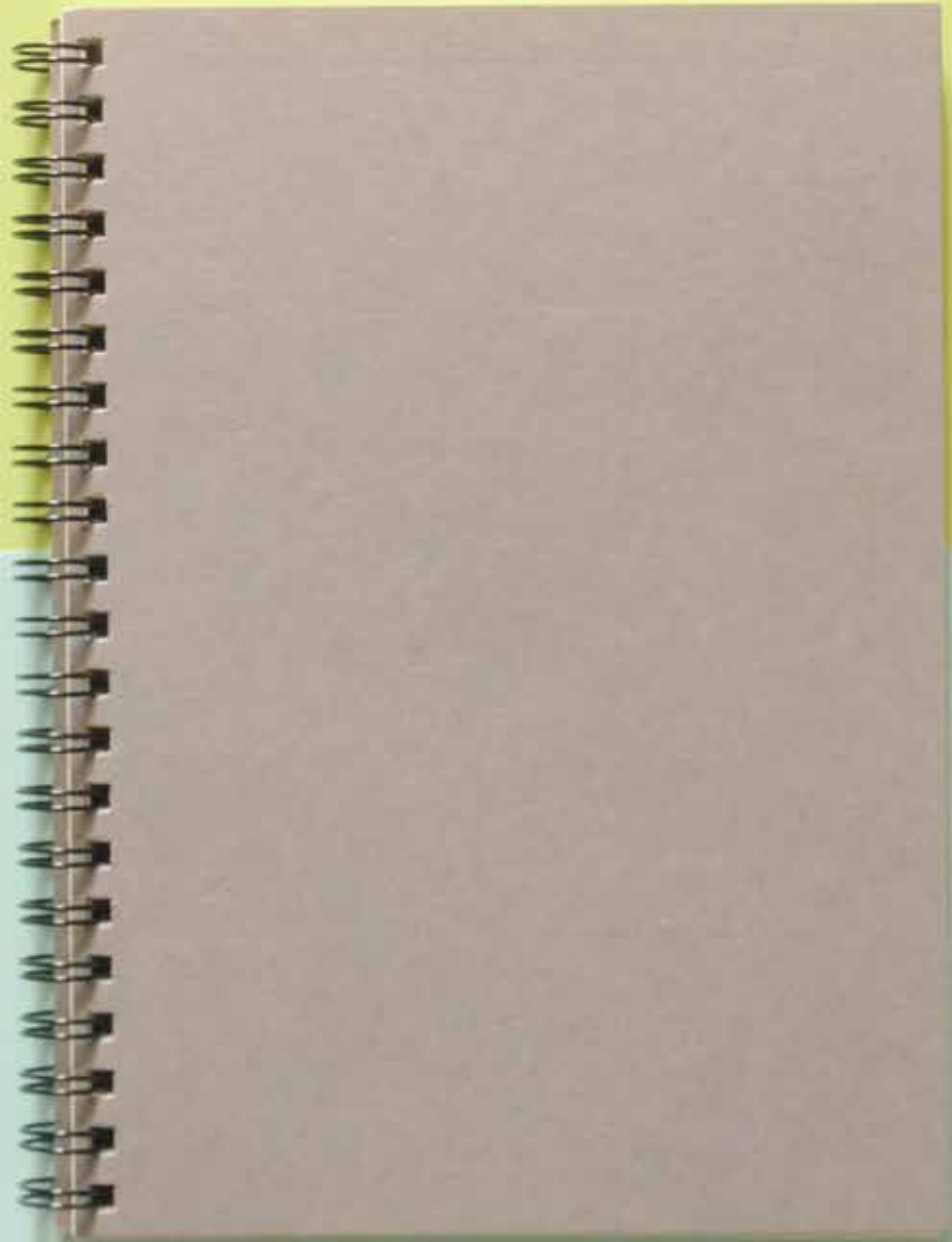
Name	IT CITY	SVOA	Advanced Research Group	Core & Peak
1. Mr. Kamol Juntima	▲ ■			
2. Mr. Thienchai Srivichit	● ■			
3. Mr. Min Intanate	● ■ ◆	● ■ ◆	● ■	● ■
4. Mr. Boonpakorn Chokvathana	● ■			
5. Mr. Karmthon Punsak-udomsin	● ■			
6. Mr. Sujin Jityanyong	● ■			
7. Mr. Noravat Suwarn	●			
8. Mr. Vichit Yanamorn	●			
9. R.Sub.Lt. Suree Buranathanit	●			
10. Mr. Damnoen Kaewthawee	●			
11. Mr. Ekachai Sirijirapatana	● ■ ◆			
12. Mr. Boonjerd Harnvichitchai	◆			
13. Mr. Pairoj Amatamahatana	◆			
14. Ms. Pantipa Thirakanokvilai	◆			

Remark: ▲ = Chairman ● = Director ■ = Authorized Director ◆ = Executive in Management Team

Resume of The Head of Internal Audit

No.	Name	Age (years)	Education	Share holding proposition in IT CITY (%)	Work Experience for the last 5 years	
	Job Title				Period	Job Title
1	Ms. Chirawan Thipkomut	48	Bachelor of Accountancy University of the Thai Chamber of Commerce Master of Business Administration Program University of the Thai Chamber of Commerce	0	2002 - Present	Internal Audit Manager

Related Parties and Connected Transaction



Disclosure of Connected Transaction

Details of Connected Transactions are shown in the remark of Financial Statements, section 6 "Related Parties and Connected Transaction".

Opinion of the Audit Committee

Members of the Audit Committee of IT CITY, have considered the information relating to the above Connected Transactions and are of the view the Connected Transactions are reasonable and determined at market or fair rental price and are not different than transactions with other parties.

Necessity and Reasonableness of the Connected Transactions

The connected transactions were necessary and reasonable and provided maximum benefit to the Company. In addition, they were considered to be normal business transactions, and pricing as well as the terms and conditions were fair and reasonable. Therefore, the Audit Committee provided its opinion, as stated above.

Measures or Procedures to Approve Connected Transactions

In regard to approval of connected transactions, it will be required to comply with regulations of the SET and SEC. Interested parties will have no right to vote to approve such connected transactions. The issues of connected transactions and the acquisition/disposal of assets are already included in the Company's Articles of Association. Regarding transactions which are considered normal business activities, the Company has already determined the level management who may approve such transactions.

Potential Future Connected Transactions

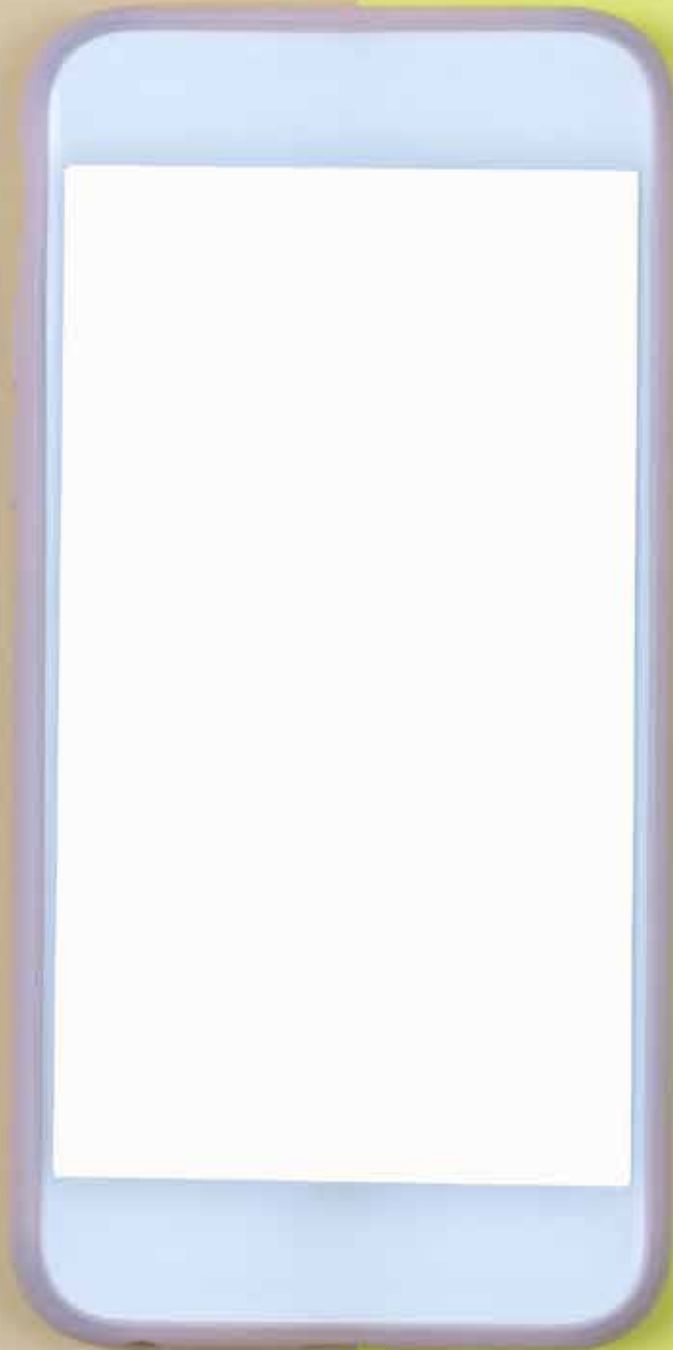
The Company is expected to continue its business transactions with related parties. The Company has appointed an Audit Committee to be responsible for releasing information of the Company that is complete and accurate in case it engages in connected transactions and/or the disposal and acquisition of assets or if a conflict of interest arises according to the accounting standards of the Accountants Association. The Audit Committee will work with auditors to disclose connected transactions.

Methods to Protect Investors

The Company clearly outlines details of connected transactions in its Articles of Association. Directors who have an interest in said connected transactions have no right to vote on such matters, except for normal business transactions already covered by existing guidelines.

The Audit Committee provides an opinion on the necessity and reasons of the transactions, and the Company discloses the type and value of all connected transactions in its annual report.

Management Discussion and Analysis



Operating Results

Income

Main income of the Company is from sales of products which is accounted for 98.65 percent of total income of the Company. Main products included computer, peripherals, Smart Phone, accessories groups and others included office equipment and LED television which are accounting for approximately 96.39 percent of total income of the Company. Income from services is approximately 2.29 percent of total income of the Company for the past 4 years.

In 2015, income from sales and services decreased at the rate of 0.30 percent. Such decreased amount was due to the decreased sales of the existing branches and despite the opening of the new branches. In 2015, the Company has total 94 branches. In 2016, income from sales and services has reduced by 0.64 percent, even though 11 more branches have been opened and 1 branch have been closed down which made the Company has 104 branches in 2016 in total. In 2017, the Company has opened 7 more branches and closed 9 branches, so it has 102 branches in total. Nonetheless, since the requirements of IT products have been impacted from the growth of Smart Phone, therefore the growth rate of income from sales and services was still increased to 0.11 percent. The Company began to resize the existing branches to make them have lesser areas and the new branches are designed to have appropriated space, which is approximately 20-200 square meters only and they are focused on selling the products currently in trend in the market, i.e. Smart Phone and tablet apart from the main product group of computer notebook.

Cost of goods sold

From 2014, the growth rate of the cost of goods sold decreased by approximately 2.21 percent, which was in line with an decrease in sales and services in the same period.

From 2014 to 2016, the Company had gross profit margins of 9.96, 9.86 and 10.30 percent, respectively. For the year 2017, its gross profit margin was 11.14 percent.

Selling and administrative expenses

From 2014 to 2016 and 2017, its selling and administrative expenses to total income was 11.07 percent. Sales and services expenses consist of staff expenses 22.29 percent; rental expenses 35.93 percent; and other expenses, including depreciation, utilities, and credit card expenses of 23.99 percent of total selling and administrative expenses. The Company's management believes that in order to compete effectively in the IT market, the Company must manage its selling and administrative expenses more efficiently. To achieve this aim, it adopted a policy to reduce the ratio of selling and administrative expenses to total income.

In the past, although it was the Company's policy not to use external sources of funds such as bank loans as its major source of funds, it did obtain loans from banks. In recent years, the Company was able to generate a sufficient amount of income to repay all of its liabilities. From 2000, the Company had no further borrowings from banks or financial institutions.

Net profit

In 2015 the Company's net profit was Baht 22.34 million, which increased by 297.20 percent from the performance of 2014 although the growth rate of revenue from sales and services decreased 0.30 percent due to the demand for IT products has affected by the growth of Smart Phone and the intense competition in IT industry has caused lower gross profit margin, while the selling and administrative expenses decreased by 6.48 percent due to the carefully managing its selling and administrative expenses more efficiently despite the opening of 11 new branches and closed 1 in 2015. In 2016, the Company's net profit was Baht 15.36 million, which decreased by 31.25 percent from the performance of 2015 as the growth rate of revenue from sales and services decreased 0.64 percent due to the demand for IT products has affected by the growth of Smart Phone, however, the less intense competition in IT industry has led to higher gross profit margin, while the selling and administrative expenses increased by 5.05 percent due to the opening of 11 new branches and closed 1 and allowance for impairment loss on fixed asset-operating software amount of Baht 13.19 million in quarter 4 of 2016.

For the year 2017, the Company's net profit was Baht 63.38 million, which increased by 312.59 percent from the performance of 2016 as the growth rate of revenue from sales and services increased 0.11 percent due to the demand for IT products has affected by the growth of Smart Phone, however, the less intense competition in IT industry has led to higher gross profit margin, while the selling and administrative expenses decreased by 2.89 percent due to the opening of 7 new branches and closed 9.

Financial Status

Assets

The Company's current assets at end of year 2014 to 2016 was Baht 1,528.84 million, Baht 1,672.03 million and Baht 1,809.68 million, respectively. As at December 31, 2016, the Company's current assets represented 81 percent of total current assets, and non-current assets represented 19 percent of the total. Its current assets comprised inventories-net of more than 40 percent, cash and cash at banks of more than 29 percent.

As at December 31, 2017, the Company had total assets of Baht 1,519.14 million, which decreased by 16.05 percent due to the Company had purchased back the ordinary shares. Moreover, the Company's total account receivable has decrease from Baht 155.22 million to Baht 101.15 million. The Company's current assets represented 78 percent of total current assets, and non-current assets represented 22 percent of the total. Its current assets comprised inventories-net of 50 percent, cash and cash at banks of 19 percent.

Account Receivables

As at December, 31 2016 and 2017, the Company had account receivables of Baht 155.22 million and Baht 101.15 million. The Company's policy in regard to allowance for doubtful accounts is to set aside an allowance for doubtful accounts of 50 percent for accounts ageing more than three months and 100 percent for accounts ageing more than six months but less than one year. As at December 31, 2016, the Company had account ageing more than three months of Baht 0 and account ageing more than six months of Baht 0 and set aside an allowance for doubtful account of Baht 0 or 0 percent of total account.

As at December 31, 2017, the Company had account aging more than three months of Baht 105,260 and account aging more than six months of Baht 0 and set aside an allowance for doubtful accounts of Baht 52,630 or 0.05 percent of total account.

The Company has increased its focus on retailers, which account for 98 percent of its total sales and services, and expects sales from retailers will continue to grow in the future with the aim to increase its cash liquidity and net profit. The increase in sales to retailers has the effect of reducing the risk of incurring bad debts. Most wholesalers are existing customers with good track records. Therefore, the Company does not expect to incur any significant losses from these customers. At present, IT CITY sets aside full provisions for doubtful accounts.

In 2015, 2016 and 2017, the average collection period (wholesale only) was 24-32 days.

Inventories

At the end of 2014, 2015, 2016 and 2017, IT CITY had net inventories of Baht 543.61 million, Baht 614.46 million, Baht 719.40 million and Baht 757.62 respectively. Its net inventories comprised computers, peripherals, accessories included Smart Phone and other products accounting for 44 percent 9 percent 33 percent and 14 percent, respectively. The increase of inventories resulted from the number of branches each year. In 2014 opened sixteen and closed one in 2015 opened eleven and closed one, in 2016 opened eleven and closed one. In 2017 opened seven and closed nine.

To minimize the risk related to inventories, the management has implemented a number of inventory control measures. Each department monitors, audits and analyses products and customer's needs and places orders in correlation with sales forecasts. The introduction of new technologies could affect inventories, and in some cases the Company would have to sell its inventories at a loss for its outdated stock.

Moreover, in the fourth quarter of 2005, the Company installs new software named "Epicor" to replace the old system. This new software provides the point of sale system which is linked to its accounting system in the near real time basis. It is a groupware program designed to enable workers in the Company to easily share the most update information including key analysis such as sale analysis, stock analysis, financial analysis etc. The results are more efficient inventory management and reduced risk related to inventory.

In 2005, the Company adopted a stricter policy in regard to the allowance for the diminishing value of outdated stock. For the ageing of accounts that exceed six months but less than nine months, the Company's policy is to set aside 25 percent for account which exceed nine months but less than one year, 50 percent and for those which exceed one year, 100 percent. As at December 31, 2015 and 2016, the allowance for the diminishing value of outdated stock amounted to Baht 9.84 million and Baht 14.18 million, or 1.58 percent and 1.93 percent of total inventories.

As at December 31, 2017, the allowance for the diminishing value of outdated stock amounted to Baht 13.86 million, or 1.79 percent of total inventories.

The average inventory turnover for 2014, 2015, 2016 and 2017 were 45 days, 47 days, 54 days and 61 days, respectively. The average inventory turnover was 7.97 times, 7.72 times, 6.63 times and 5.94 times for 2014, 2015, 2016 and 2017, respectively. As its inventory turnover is quite high, IT CITY does not expect to set aside a significant amount of provisions for outdated stock.

Liquidity

From 2014 to 2017 the current ratio of the Company was 2.32 times, 2.10 times, 1.94 times and 1.79 times and the quick ratio was 1.10 times, 0.96 times, 0.91 times and 0.58 times, respectively. In 2014-2016, the current ratio of the Company was high owing to its increase 12 times paid-up capital to existing shareholders, the public and director and/or employee and private investor to support branch expansion and sales growth in great amount. In 2017 the Current ratio has decreased due to the share buy back not exceed 63 million shares with total amount of fund of Baht 252 million.

In 2014, the Company has positive net cash flow from the operating activities of Baht 72.91 million due to the Company has enjoyed the revenue decrease of 6.86 percent and net profit has decreased of 28.07 percent while the inventory has decreased at the rate of 6.40 percent. Moreover, the Company put net cash in the investment activities of Baht 135.14 million cash and cash equivalents have net decrease of Baht 62.24 million with the cash and cash equivalents as of December 31, 2014 reported at Baht 173.58 million.

In 2015, the Company has positive net cash flow from the operating activities of Baht 86.17 million due to the Company has enjoyed the revenue decrease of 0.30 percent and net profit has increased of 297.20 percent while the inventory has increased at the rate of 13.03 percent. Moreover, the Company put net cash in the investment activities of Baht 173.15 million cash and cash equivalents have net decrease of Baht 86.98 million with the cash and cash equivalents as of December 31, 2015 reported at Baht 86.60 million.

In 2016, the Company has positive net cash flow from the operating activities of Baht 97.32 million due to the Company has the revenue decrease of 0.64 percent and net profit has decreased of 31.25 percent while the inventory has increased at the rate of 17.08 percent. Moreover, the Company has net cash from the investment activities of Baht 13.23 million cash and cash equivalents have net increase of Baht 93.08 million with the cash and cash equivalents as of December 31, 2016 reported at Baht 179.68 million.

In 2017, the Company has positive net cash flow from the operating activities of Baht 42.63 million due to the Company has the revenue increase of 0.11 percent and net profit has increased of 312.59 percent while the inventory has increased at the rate of 5.31 percent. Moreover, the Company has net cash from the investment activities of Baht 277.44 million cash and cash equivalents have net increase of Baht 54.09 million with the cash and cash equivalents as of December 31, 2017 reported at Baht 233.77 million.

Liabilities

As at the end of 2017, the Company had total liabilities of Baht 679.98 million, which decreased by 11.32 percent compared with 2016 due to more cash payment to trade creditors in 2016 to take advantage of cash discount.

Since the Company purchases some product items from overseas, the Company has a certain amount due in foreign currency. The Company employs strict risk management control on foreign exchange rates, and thus, the Company bought forward contracts to cover all of its foreign currency debt. As at December 31, 2017, the Company held outstanding forward contracts of USD. 206,121.

As at December 31, 2017, the Company had 3 months fixed deposits totaling Baht 12.50 million pledged with a bank to secure a Letter of Guarantee totaling Baht 22 million and USD. 200,000.

Source of funds

In the past, the Company's source of funds was obtained from shareholders' equity. As at December 31, 2017, the Company had paid-up capital of Baht 286,398,859. Its shareholders' equity was Baht 839.16 million, which decreased by 19.54 percent from 2016, and decrease in retained earnings of Baht 140.74 million due to the share buy back program in 2017. The profit sharing from associate companies equaled Baht 6.30 million.

Appropriateness of the Company's capital structure

As at December 31, 2014, 2015, 2016 and 2017, the Company's debt to equity ratio was 0.49 times, 0.60 times, 0.74 times and 0.81 times. The debt to equity ratio increase in 2017 because of 11.32 percent decrease in total liabilities and shareholders' equity has decreased due to the share buy back program in 2017. However, the Company's debt to equity ratio was still low comparing to other companies in the same industry.

Factors and influences on the Company's future prospects

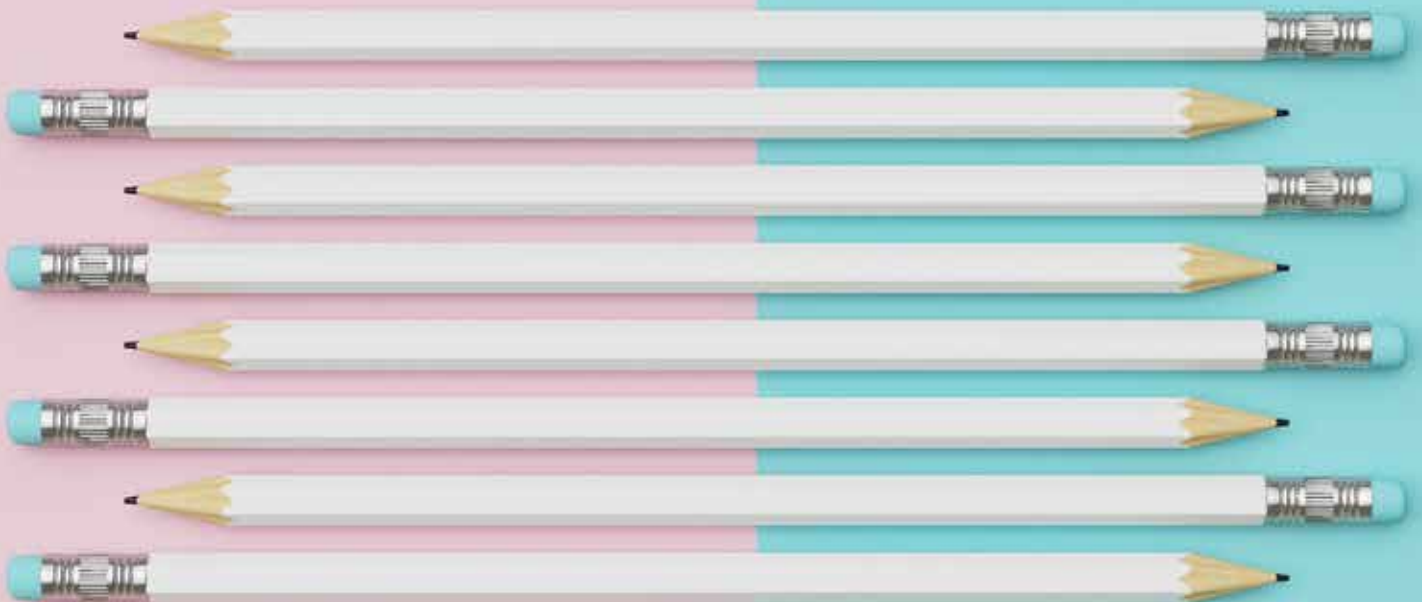
Since the Company plans to open 6 new branches in Bangkok and other big cities in 2018, the Company will require capital to fund the expansion. The Company plans to use current finance from operating activities which is sufficient for investment. The increase in branches will create more sales and profit to the Company, but will not decrease sales of existing branches, as new branches will serve new target market areas. In addition, there is still a high growth rate of domestic demand since the current number of computers per capita is low.

Report of the Board of Directors'
Responsibility for the Financial Statement

Report of the Audit Committee

Report of the Nomination
and Remuneration Committee

Report of the
Independent Auditor



Report of the Board of Directors' Responsibility for the Financial Statement

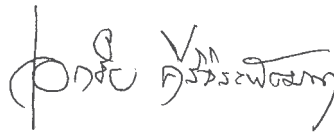
The Board of Directors is responsible for the Financial Statement of IT CITY Public Company Limited which has been prepared in accordance with generally-accepted accounting principles under the appropriate accounting policies abide by regularly. The significant information was sufficiently disclosed in the Notes to Financial Statements.

The Board of Directors has appointed the Audit Committee consisting of Independent Directors to take responsibility for the Financial Statement and ensure the effectiveness of internal control system. Thus, the accounting records would be done in correct, complete and timely manner. Furthermore, the acts of dishonesty or doubtful operations can be prevented. The opinion of the Audit Committee on this issue was presented in the Report of Audit Committee in this annual report.

The Board of Directors agreed that the Company's internal control system can create confidence that the Company's Financial Statement on financial status, business performance and cash flows is presented with the correct content.



Mr. Kamol Juntima
Chairman of the Board



Mr. Ekachai Sirijirapatana
President

Report of the Audit Committee

To the Shareholders,

The Audit Committee of IT CITY Public Company Limited comprises of the following members:

- | | |
|-----------------------------------|----------------------------------------------------------|
| 1. Mr. Noravat Suwarn | Independent Director and Chairman of the Audit Committee |
| 2. Mr. Vichit Yanamorn | Independent Director and Audit Committee |
| 3. R. Sub. Lt. Suree Buranathanit | Independent Director and Audit Committee |
| 4. Mr. Damnoen Kaewthawee | Independent Director and Audit Committee |

The Audit Committee has independently performed duties as per assigned by the Company's Board of Directors pursuant to the Audit Committee Charter by put emphasis on financial statement audit, corporate governance audit, internal audit and internal control system audit, audit on compliance with the laws on Securities and Exchange, requirements of the Stock Exchange of Thailand or the law related to the Company's business as well as proposal on appointment of the auditor. In 2017, the performance of the Audit Committee in material matters could be summarized as follows:

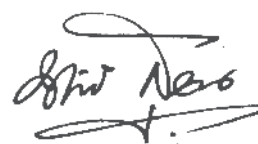
1) **The Audit Committee Meeting** were held 5 times to discuss and exchange opinions jointly with the top management, the auditor and the internal auditor on the relevant topics.

2) **Financial report audit:** The Audit Committee has audited material information of the quarterly and annual financial statements of year 2017, which have already been reviewed and audited by the Auditor and it was found that the Company's financial statement has been prepared pursuant to Thai financial reporting standard where material matters have been reviewed and adequately disclosed in note to financial statement. Moreover, the Audit Committee also attended the meeting with the auditor without any participation of the Company's management to ensure that the auditor has performed duties and expressed opinions independently.

3) **Corporate governance audit, compliance with the relevant laws and regulations:** The Audit Committee has audited compliance with the Company's corporate governance and ethics policy as well as laws and regulations and found that the Company has abided by those policies and regulations. For matter concerning connected transaction and transaction which may have conflict of interest, the Audit Committee found that the Company has fairly and reasonably performed business pursuant to normal trading conditions. In addition, the Audit Committee did not find any material defect with regards to policy to support anti-corruption and fraudulent prevention act of the management and the employees.

4) **Internal audit and internal control system audit:** The Audit Committee has audited and assessed the Company's internal control system and was of opinion that such system was appropriately and adequately and no material weakness or problem which might be the risk that can significantly impact to business operations has been found. In addition, the Audit Committee has supervised the Internal Audit Unit to ensure that it can independently operate the works and directly report to the Audit Committee as well as audited mission, scope of works and responsibilities of the Internal Audit Unit, appropriately adjusted the audit plan and reported the operating results for the Board of Directors' acknowledgement during the Board of Director's meeting every time.

5) **Consideration and proposal on appointment of the auditor and remuneration fee for 2018:** The Audit Committee has considered and selected the auditor including fixed remuneration fee then proposed to the Board of Directors to request approval from the Shareholders' Meeting on appointment of Miss Sathida Rattanarak and/or Miss Kamonthip Lertwithworatthep and/or Miss Siriwan Nitdumrong as the Company's auditor for 2018 and has also considered that the remuneration fee was appropriated.



Mr. Noravat Suwarn
Chairman of the Audit Committee
14 February 2018

Report of the Nomination & Remuneration Committee

To The Shareholders

The Nomination & Remuneration Committee of IT City Public Co. Ltd. comprised of:

- | | |
|---------------------------|-----------------------------------------------------|
| 1. Mr. Noravat Suwarn | Chairman of the Nomination & Remuneration Committee |
| 2. Mr. Kamol Juntima | Member of the Nomination & Remuneration Committee |
| 3. Mr. Damnoen Kaewthawee | Member of the Nomination & Remuneration Committee |

The Committee has performed duties on nomination and determination of remuneration pursuant to the guidelines specified by the Stock Exchange of Thailand as well as arranged the meeting to discuss matters to be proposed to the 2018 Shareholders' Meeting which could be summarized as follows:

(1) Nomination of the persons to replace the directors whose term of office shall be expired. During the 2018 Shareholders' Meeting, there are 4 directors whose term of office shall be expired, namely:

- 1) Mr. Thienchai Srivichit
- 2) Mr. Sujin Jityanyong
- 3) Mr. Boonpakorn Chokvathana
- 4) Mr. Min Inthanate

The first 3 directors above have expressed their intention not to resume the director position after expiry of their term of office.

The Nomination & Remuneration Committee has considered and deemed that Mr. Min Inthanate, the director whose term of office shall be expired, has in-depth knowledge about the Company's business and always gave recommendations on managerial operations in various aspects very beneficial to the Company. Therefore, it is deemed appropriated to propose to appoint him to hold director position for another term.

The Nomination & Remuneration Committee has already considered and nominated the qualified, knowledgeable and suitable persons, individually, who will replace the 3 retiring directors, namely, Mr. Wilson Teo Yong Peng (replacing Mr. Thienchai Srivichit), Mr. Parinya Pajityanyong (replacing Mr. Sujin Jityanyong), and Mr. Pipop Chokvathana (replacing Mr. Boonpakorn Chokvathana). The newly nominated directors are knowledgeable, competent and possess experiences in various fields which will be useful for business operations. Hence, it is deemed appropriated to propose to appoint them to replace the directors whose terms of office shall be expired who do not longer wish to resume the director positions.

In addition, referring to resolution of the Meeting of the Board of Directors No. 4/2017 held on November 8, 2017 which approved and granted right to the minority shareholders to propose matter to be added in the meeting agenda or nominate the candidate to be the director during the period from December 1, 2017 to December 31, 2017, it has been reported that after such period has passed, no candidate has been proposed to be the Company's director by the minority shareholders at all.

(2) Determination of the directors' remuneration

The Nomination & Remuneration Committee has considered remuneration of the Board of Directors as follows:

- Remuneration of the President for his routine operations at 273,488.00 Baht per month, which equaled to the amount approved by the 2017 Shareholders' Meeting.

- Remuneration of the Chairman of the Audit Committee, Member of the Audit Committee and the Directors are as follows:

	Monthly Remuneration for Director (Baht)	Monthly Remuneration for the Audit Committee (Baht)	Total (Baht)
Chairman of the Audit Committee	30,000	20,000	50,000
Member of the Audit Committee	30,000	10,000	40,000
Director	30,000	-	30,000

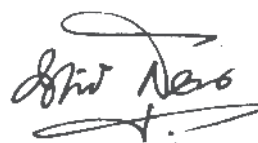
For remuneration of the Nomination & Remuneration Committee, it is deemed appropriated to determine remuneration on each time basis, where remuneration of the Member of the Nomination & Remuneration Committee is determined at 5,000 Baht each and the Chairman of the Nomination & Remuneration Committee is determined at 6,250 Baht each.

Furthermore, Mr. Ekachai Sirijirapattana, Director and President, proposed not to accept the director's remuneration because he is the Company's permanent employee.

Mr. Kamol Juntima, President and Member of the Nomination Remuneration Committee also proposed not to accept the remuneration for holding position of the Member of the Nomination & Remuneration Committee because he already has monthly remuneration for performing his routine duties.

The Nomination & Remuneration Committee has considered that it is appropriated to determine remuneration for routine operations of the Company's President, remuneration of the directors, the Chairman of the Audit Committee and the Member of the Audit Committee as per the above proposed rates.

For Shareholders' acknowledgement and consideration accordingly.



(Mr. Noravat Suwarn)

Chairman of the Nomination & Remuneration Committee

Independent Auditor's Report

To the Shareholders of IT City Public Company Limited

Opinion

I have audited the accompanying financial statements in which the equity method is applied of IT City Public Company Limited, which comprise the statement of financial position as at 31 December 2016, and the related statements of comprehensive income, changes in shareholders' equity and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information, and have also audited the separate financial statements of IT City Public Company Limited for the same period.

In my opinion, the financial statements in which the equity method is applied and the separate financial position referred to above present fairly, in all material respects, the financial position of IT City Public Company Limited as at 31 December 2016, and its 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 Company in accordance with the Code of Ethics for Professional Accountants as issued by the Federation of Accounting Professions under the Royal Patronage of His Majesty the King 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 judgement, 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.

I have fulfilled the responsibilities described in the Auditor's Responsibilities for the *Audit of the Financial Statements* section of my report, including in relation to these matters. Accordingly, my audit included the performance of procedures designed to respond to my assessment of the risks of material misstatement of the financial statements. The results of my audit procedures, including the procedures performed to address the matters below, provide the basis for my audit opinion on the accompanying financial statements as a whole.

Key audit matters and how audit procedures respond for each matter are described below.

Revenue recognition

The Company has many branches. In addition, the Company receives rebate and sales promotion from vendors. Moreover, the economic slowdown has directly resulted in more intense

competition in the industry. There are therefore risks with respect to the amount and timing of revenue recognition and rebate and sales promotion from vendors.

I have examined the revenue recognition of the Company by assessing and testing its internal controls with respect to the revenue cycle. I applied a sampling method to select sales transactions occurring during the year and near the end of the accounting period to examine the supporting documents and reviewed credit notes that the Company issued after the period-end. I also performed analytical procedures of disaggregated data to detect possible irregularities in sales transactions throughout the period, particularly for accounting entries made through journal vouchers. In addition, I have examined the revenue recognition of the Company by assessing and testing its internal controls with respect to rebate and sales promotion from vendors. I also applied a sampling method to select rebate and sales promotion transactions during the year to examine the supporting documents including sales agreement or correspondence between the Company and vendors.

Inventory

Computers and IT products are high technology products and thus sensitive to develop in technology. The introduction of new technologies could affect inventories. Estimating the net realisable value of inventory, as disclosed in Note 5 and Note 10 to the financial statements, is an area of significant management judgment, particularly with regard to the estimation of provision for diminution in the value of slow-moving and obsolete inventory. This requires detailed analysis of the product life cycle, the competitive environment, economic circumstances and the situation within the industry. There is a risk with respect to the amount of provision set aside for diminution in the value of inventory.

I assessed and gain an understanding of the internal controls of the Company relevant to the determination of provision for diminution in the value of inventory by making enquiry of responsible executives. In addition, I also assessed the method and the assumptions applied by management in determining such provision and reviewed the consistency of the application. Moreover, I compared the inventory holding periods and inventory movements to identify product lines with indicators of lower-than-normal inventory turnover and compared proceeds from sales transactions occurring after the date of the financial statements with the cost of inventory.

Other Information

Management is responsible for the other information. The other information comprise the information included in annual report of the Company, but does not include the financial statements and my auditor's report thereon.

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. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

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 Company'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 Company'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 Company'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 Company'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 Company 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 entity or business activities within the group to express an opinion on the financial statements, in which the equity method is applied. 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.

I am responsible for the audit resulting in this independent auditor's report.



Wichart Lokatekrawee

Certified Public Accountant (Thailand) No. 4451

EY Office Limited

Bangkok: 21 February 2017



Financial Statements



IT City Public Company Limited
Statement of financial position

As at 31 December 2017

(Unit: Baht)

		Financial statements in which the equity method is applied		Separate financial statements	
	Note	As at 31 December 2017	As at 31 December 2016	As at 31 December 2017	As at 31 December 2016
Assets					
Current assets					
Cash and cash equivalents	7	233,770,780	179,678,453	233,770,780	179,678,453
Current investments	8	51,358,877	350,000,000	51,358,877	350,000,000
Trade and other receivables	9	121,857,077	180,877,104	121,857,077	180,877,104
Inventories	10	757,621,790	719,399,898	757,621,790	719,399,898
Withholding tax deducted at source	11	12,373,028	22,399,638	12,373,028	22,399,638
Other current assets	12	8,197,448	7,408,228	8,197,448	7,408,228
Total current assets		1,185,179,000	1,459,763,321	1,185,179,000	1,459,763,321
Non-current assets					
Restricted bank deposits	13	12,500,000	12,500,000	12,500,000	12,500,000
Investments in associates	14	101,627,512	108,715,493	71,444,077	88,000,000
Equipment	15	123,975,987	132,713,762	123,975,987	132,713,762
Intangible assets - computer software	16	2,123,226	2,517,182	2,123,226	2,517,182
Deposits		85,169,852	83,551,968	85,169,852	83,551,968
Deferred tax assets	23	8,562,524	9,914,516	8,559,494	9,914,516
Total non-current assets		333,959,101	349,912,921	303,772,636	329,197,428
Total assets		1,519,138,101	1,809,676,242	1,488,951,636	1,788,960,749

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

IT City Public Company Limited

Statement of financial position (continued)

As at 31 December 2017

(Unit: Baht)

		Financial statements in which the equity method is applied		Separate financial statements	
	Note	As at 31 December 2017	As at 31 December 2016	As at 31 December 2017	As at 31 December 2016
Liabilities and shareholders' equity					
Current liabilities					
Trade and other payables	17	658,340,407	748,543,885	658,340,407	748,543,885
Other current liabilities		3,136,882	3,431,624	3,136,882	3,431,624
Total current liabilities		661,477,289	751,975,509	661,477,289	751,975,509
Non-current liabilities					
Provision for long-term employee benefits	18	18,498,623	14,802,975	18,498,623	14,802,975
Total non-current liabilities		18,498,623	14,802,975	18,498,623	14,802,975
Total liabilities		679,975,912	766,778,484	679,975,912	766,778,484
Shareholders' equity					
Share capital	19				
Registered					
303,798,859 ordinary shares of Baht 1 each (2016: 366,798,859 ordinary shares of Baht 1 each)		303,798,859	366,798,859	303,798,859	366,798,859
Issued and fully paid up					
286,398,859 ordinary shares of Baht 1 each (2016: 349,398,859 ordinary shares of Baht 1 each)		286,398,859	349,398,859	286,398,859	349,398,859
Share premium		368,384,650	368,384,650	368,384,650	368,384,650
Retained earnings					
Appropriated - statutory reserve	20	36,679,886	36,679,886	36,679,886	36,679,886
Unappropriated		147,698,794	288,434,363	117,512,329	267,718,870
Total shareholders' equity		839,162,189	1,042,897,758	808,975,724	1,022,182,265
Total liabilities and shareholders' equity		1,519,138,101	1,809,676,242	1,488,951,636	1,788,960,749

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

Statement of comprehensive income

For the year ended 31 December 2017

(Unit: Baht)

	Note	Financial statements in which the equity method is applied		Separate financial statements	
		2017	2016	2017	2016
Profit or loss					
Revenues					
Sales and service income		4,933,829,496	4,928,450,991	4,933,829,496	4,928,450,991
Dividend income	14.2	-	-	1,392,000	2,320,000
Other income	21	68,186,125	70,028,646	68,186,125	70,028,646
Total revenues		5,002,015,621	4,998,479,637	5,003,407,621	5,000,799,637
Expenses					
Cost of sales and service		4,384,297,502	4,420,588,970	4,384,297,502	4,420,588,970
Selling expenses		428,560,355	438,661,540	428,560,355	438,661,540
Administrative expenses		118,547,980	124,594,393	123,103,903	124,594,393
Total expenses		4,931,405,837	4,983,844,903	4,935,961,760	4,983,844,903
Profit before share of profit from investment in associates, finance cost and income tax revenues (expenses)		70,609,784	14,634,734	67,445,861	16,954,734
Share of profit from investments in associates	14.2	6,304,019	723,252	-	-
Profit before finance cost and income tax revenues (expenses)		76,913,803	15,357,986	67,445,861	16,954,734
Finance cost		(583,567)	(764,187)	(583,567)	(764,187)
Profit before income tax revenues (expenses)		76,330,236	14,593,799	66,862,294	16,190,547
Income tax revenues (expenses)	23	(12,948,656)	768,135	(12,951,686)	768,135
Profit for the year		63,381,580	15,361,934	53,910,608	16,958,682

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

Statement of comprehensive income (continued)

For the year ended 31 December 2017

(Unit: Baht)

		Financial statements in which the equity method is applied		Separate financial statements	
	Note	2017	2016	2017	2016
Other comprehensive income:					
Other comprehensive income not to be reclassified to profit or loss in subsequent periods					
Actuarial loss		(1,426,544)	-	(1,426,544)	-
Less: Income tax effect		285,309	-	285,309	-
Other comprehensive income not to be reclassified to profit or loss in subsequent periods - net of income tax		(1,141,235)	-	(1,141,235)	-
Other comprehensive income for the year		(1,141,235)	-	(1,141,235)	-
Total comprehensive income for the year		62,240,345	15,361,934	52,769,373	16,958,682
Earnings per share (Baht)	24				
Basic earnings per share					
Profit attributable to equity holders of the Company		0.204	0.044	0.173	0.049
Weighted average number of ordinary shares (shares)		310,735,845	349,398,859	310,735,845	349,398,859

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

IT City Public Company Limited

Cash flow statement

For the year ended 31 December 2017

(Unit: Baht)

	Financial statements in which the equity method is applied		Separate financial statements	
	2017	2016	2017	2016
Cash flows from operating activities				
Profit before tax	76,330,236	14,593,799	66,862,294	16,190,547
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	51,481,393	59,699,708	51,481,393	59,699,708
Increase in allowance for inventory obsolescence	(317,523)	4,336,925	(317,523)	4,336,925
Increase in allowance for impairment loss on assets	314,181	13,190,094	314,181	13,190,094
Increase in allowance for impairment loss on investments in associate	-	-	4,555,923	-
Increase in allowance for doubtful debts	52,630	-	52,630	-
Loss (gain) on disposals/write-off of equipment	2,234,499	(1,960,337)	2,234,499	(1,960,337)
Loss on write-off of inventory	890,098	51,968	890,098	51,968
Loss on write-off of withholding tax deducted at source	-	209,798	-	209,798
Share of profit from investments in associates	(6,304,019)	(723,252)	-	-
Provision for long-term employee benefits	2,269,104	1,975,714	2,269,104	1,975,714
Dividend income from associates	-	-	(1,392,000)	(2,320,000)
Interest income	(3,791,715)	(6,877,704)	(3,791,715)	(6,877,704)
Income from operating activities before changes in operating assets and liabilities	123,158,884	84,496,713	123,158,884	84,496,713
Operating assets (increase) decrease				
Trade and other receivables	58,657,207	(25,264,585)	58,657,207	(25,264,585)
Inventories	(44,998,686)	(114,611,813)	(44,998,686)	(114,611,813)
Other current assets	(789,220)	7,740,152	(789,220)	7,740,152
Other non-current assets	(1,617,884)	(2,979,018)	(1,617,884)	(2,979,018)
Operating liabilities increase (decrease)				
Trade and other payables	(90,203,478)	157,560,477	(90,203,478)	157,560,477
Other current liabilities	(294,742)	(19,780,401)	(294,742)	(19,780,401)
Cash flows from operating activities	43,912,081	87,161,525	43,912,081	87,161,525
Cash paid for corporate income tax	(13,437,478)	(13,304,852)	(13,437,478)	(13,304,852)
Cash received from income tax refundable	12,157,604	23,465,984	12,157,604	23,465,984
Net cash flows from operating activities	42,632,207	97,322,657	42,632,207	97,322,657

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

IT City Public Company Limited

Cash flow statement (continued)

For the year ended 31 December 2017

(Unit: Baht)

	Financial statements in which the equity method is applied		Separate financial statements	
	2017	2016	2017	2016
Cash flows from investing activities				
Decrease in current investments	298,641,123	30,616,716	298,641,123	30,616,716
Decrease (increase) in investments in associates	12,000,000	(12,000,000)	12,000,000	(12,000,000)
Dividend received from associate	1,392,000	2,320,000	1,392,000	2,320,000
Interest income	4,097,035	7,088,453	4,097,035	7,088,453
Cash received from disposal of equipment	102,669	1,984,126	102,669	1,984,126
Purchase of equipment	(38,796,793)	(16,781,537)	(38,796,793)	(16,781,537)
Net cash flows from investing activities	277,436,034	13,227,758	277,436,034	13,227,758
Cash flows from financing activities				
Cash paid for treasury shares	(252,000,000)	-	(252,000,000)	-
Dividend paid	(13,975,914)	(17,469,943)	(13,975,914)	(17,469,943)
Net cash flows used in financing activities	(265,975,914)	(17,469,943)	(265,975,914)	(17,469,943)
Net increase in cash and cash equivalents	54,092,327	93,080,472	54,092,327	93,080,472
Cash and cash equivalents at beginning of year	179,678,453	86,597,981	179,678,453	86,597,981
Cash and cash equivalents at end of year	233,770,780	179,678,453	233,770,780	179,678,453
Supplemental cash flow information				
Non-cash related transactions from investing activities				
Transfer inventories to equipment	6,204,219	5,279,295	6,204,219	5,279,295
Transfer equipment to intangible assets	-	13,190,094	-	13,190,094

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

Statement of changes in shareholders' equity

For the year ended 31 December 2017

(Unit: Baht)

	Financial statements in which the equity method is applied							
	Note	Issued and paid up share capital	Share premium	Treasury shares	Retained earnings		Total shareholders' equity	
					Appropriated			Unappropriated
					Statutory reserve	Treasury share reserve		
Balance as at 1 January 2016		349,398,859	368,384,650	-	36,679,886	-	290,542,372	1,045,005,767
Total comprehensive income for the year		-	-	-	-	-	15,361,934	15,361,934
Dividend paid	25	-	-	-	-	-	(17,469,943)	(17,469,943)
Balance as at 31 December 2016		<u>349,398,859</u>	<u>368,384,650</u>	<u>-</u>	<u>36,679,886</u>	<u>-</u>	<u>288,434,363</u>	<u>1,042,897,758</u>
Balance as at 1 January 2017		349,398,859	368,384,650	-	36,679,886	-	288,434,363	1,042,897,758
Total comprehensive income for the year		-	-	-	-	-	62,240,345	62,240,345
Dividend paid	25	-	-	-	-	-	(13,975,914)	(13,975,914)
Treasury shares	19	-	-	(252,000,000)	-	-	-	(252,000,000)
Retained earnings - transferred to treasury share reserve	19	-	-	-	-	252,000,000	(252,000,000)	-
Treasury shares cancellation	19	<u>(63,000,000)</u>	-	<u>252,000,000</u>	-	<u>(252,000,000)</u>	<u>63,000,000</u>	-
Balance as at 31 December 2017		<u>286,398,859</u>	<u>368,384,650</u>	<u>-</u>	<u>36,679,886</u>	<u>-</u>	<u>147,698,794</u>	<u>839,162,189</u>

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

(Unit: Baht)

	Separate Financial statements							
	Note	Issued and paid up share capital	Share premium	Treasury shares	Retained earnings		Total shareholders' equity	
					Appropriated			Unappropriated
					Statutory reserve	Treasury share reserve		
Balance as at 1 January 2016		349,398,859	368,384,650	-	36,679,886	-	268,230,131	1,022,693,526
Total comprehensive income for the year		-	-	-	-	-	16,958,682	16,958,682
Dividend paid	25	-	-	-	-	-	(17,469,943)	(17,469,943)
Balance as at 31 December 2016		<u>349,398,859</u>	<u>368,384,650</u>	<u>-</u>	<u>36,679,886</u>	<u>-</u>	<u>267,718,870</u>	<u>1,022,182,265</u>
Balance as at 1 January 2017		349,398,859	368,384,650	-	36,679,886	-	267,718,870	1,022,182,265
Total comprehensive income for the year		-	-	-	-	-	52,769,373	52,769,373
Dividend paid	25	-	-	-	-	-	(13,975,914)	(13,975,914)
Treasury shares	19	-	-	(252,000,000)	-	-	-	(252,000,000)
Retained earnings - transferred to treasury share reserve	19	-	-	-	-	252,000,000	(252,000,000)	-
Treasury shares cancellation	19	<u>(63,000,000)</u>	-	<u>252,000,000</u>	-	<u>(252,000,000)</u>	<u>63,000,000</u>	-
Balance as at 31 December 2017		<u>286,398,859</u>	<u>368,384,650</u>	<u>-</u>	<u>36,679,886</u>	<u>-</u>	<u>117,512,329</u>	<u>808,975,724</u>

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

1. General information

IT City Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. Its major shareholder is SVOA Public Company Limited, which was incorporated in Thailand. The Company is principally engaged in the distribution of computers and related accessories and its registered address is 604/3 Pantip Plaza Building, 5-6th Floor, Petchburi Road, Thanonpetchburi, Ratchavee, Bangkok.

As at 31 December 2017, the Company operates 102 branches (2016: 104 branches).

2. Basis of preparation

The financial statements have been prepared in accordance with Thai Financial Reporting Standards enunciated under the Accounting Profession Act B.E. 2547 and their presentation has been made in compliance with the stipulations of the Notification of the Department of Business Development dated 11 October 2016, issued under the Accounting Act B.E. 2543.

The financial statements in Thai language are the official statutory financial statements of the Company. The financial statements in English language have been translated from the Thai language financial statements.

The financial statements have been prepared on a historical cost basis except where otherwise disclosed in the accounting policies.

3. New financial reporting standards

(a) Financial reporting standards that became effective in the current year

During the year, the Company has adopted the revised financial reporting standards and interpretations (revised 2016) and new accounting treatment guidance which are effective for fiscal years beginning on or after 1 January 2017. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards. The adoption of these financial reporting standards does not have any significant impact on the Company’s financial statements.

(b) Financial reporting standards that will become effective in the future

During the current year, the Federation of Accounting Professions issued a number of the revised financial reporting standards and interpretations (revised 2017) which are effective for fiscal years beginning on or after 1 January 2018. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes and clarifications directed towards disclosures in the notes to financial statements.

The management of the Company believes that the revised financial reporting standards will not have any significant impact on the financial statements when they are initially applied.

4. Significant accounting policies

4.1 Revenue recognition

Sales of goods

Sales of goods are recognized when the significant risks and rewards of ownership of the goods have passed to the buyer. Sales are the invoiced value, excluding value added tax, of goods supplied after deducting discounts and allowances and goods returned.

Rendering of services

Service revenue is recognised when services have been rendered taking into account the stage of completion.

Rebate

Rebate is recognised as income on an accrual basis.

Rental income of peripheral equipment

Rental income of peripheral equipment is recognized as revenue on a monthly accrual basis in accordance with the agreement.

Interest income

Interest income is recognised on an accrual basis based on the effective interest rate.

4.2 Cash and cash equivalents

Cash and cash equivalents consist of cash in hand and at banks, and all highly liquid investments with an original maturity of three months or less and not subject to withdrawal restrictions.

4.3 Trade accounts receivable

Trade accounts receivable are stated at the net realisable value. Allowance for doubtful accounts is provided for the estimated losses that may be incurred in collection of receivables. The allowance is generally based on collection experiences and analysis of debt aging.

4.4 Inventories

Inventories are valued at the lower of cost (under the first-in, first-out method) and net realisable value.

The net realisable value of inventory is estimated from the estimated selling price in the ordinary course of business, less the estimated costs to complete the sale.

Allowance for diminution in inventory value will be set up for obsolete, slow moving or deteriorated inventories.

4.5 Investments

a) Investments in associates are accounted for in the financial statements in which the equity method is applied using the equity method.

b) Investments in associates are accounted for in the separate financial statements using the cost method. The Company recognised loss on impairment of investments in associates (if any) in profit or loss.

4.6 Equipment and depreciation

Equipment are stated at cost less accumulated depreciation and allowance for loss on impairment (if any).

Depreciation of equipment is calculated by reference to their cost on a straight-line basis over the estimated useful lives as follows:

Leasehold improvements	-	6 years
Office equipment	-	5 years
Furniture and fixtures	-	5 years
Tools	-	5 years
Motor vehicles	-	5 years
Assets for rent	-	5 years

Depreciation is included in determining income.

No depreciation is provided on construction in progress.

4.7 Intangible assets

Intangible assets are stated at cost less accumulated amortisation and accumulated impairment losses, if any.

Intangible assets with finite lives are amortised on a systematic basis over the useful economic useful life and tested for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method of such intangible assets are reviewed at least at each financial year end. The amortisation expense is charged to profit or loss.

A summary of intangible assets with finite useful lives is as follows.

	Useful lives
Computer software	<u>10 years</u>

4.8 Related party transactions

Related parties comprise individuals or enterprises that control, or are controlled by, the Company, whether directly or indirectly, or which are under common control with the Company.

They also include associated companies, and individuals or enterprises which directly or indirectly own a voting interest in the Company that gives them significant influence over the Company, key management personnel, directors and officers with authority in the planning and direction of the Company's operations.

4.9 Long-term leases

Leases of property, plant or equipment which transfer substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalised at the lower of the fair value of the leased assets and the present value of the minimum lease payments. The outstanding rental obligations, net of finance charges, are included in other long-term payables, while the interest element is charged to profit or loss over the lease period. The property, plant or equipment acquired under finance leases is depreciated over the useful life of the assets.

Operating lease payments are recognised as an expense in profit or loss on a straight line basis over the lease term.

4.10 Foreign currencies

The financial statements are presented in Baht, which is also the Company's functional currency.

Transactions in foreign currencies are translated into Baht at the exchange rate ruling on the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated into Baht at the exchange rate ruling at end of reporting period.

Gains and losses on exchange are included in determining income.

4.11 Impairment of assets

At the end of each reporting period, the Company performs impairment reviews in respect of the equipment and other intangible assets whenever events or changes in circumstances indicate that an asset may be impaired. An impairment loss is recognised when the recoverable amount of an asset, which is the higher of the asset's fair value less costs to sell and its value in use, is less than the carrying amount.

An impairment loss is recognised in profit or loss.

4.12 Employee benefits

Short-term employee benefits

Salaries, wages, bonuses and contributions to the social security fund are recognised as expenses when incurred.

Post-employment benefits

Defined contribution plans

The Company and its employees have jointly established a provident fund. The fund is monthly contributed by employees and by the Company. The fund's assets are held in a separate trust fund and the Company's contributions are recognised as expenses when incurred.

Defined benefit plans

The Company has obligations in respect of the severance payments it must make to employees upon retirement under labor law. The Company treats these severance payment obligations as a defined benefit plan.

The obligation under the defined benefit plan is determined based on actuarial techniques, using the Projected Unit Credit Method by an independent actuarial company.

Actuarial gains and losses arising from post-employment benefits are recognised immediately in other comprehensive income.

4.13 Provisions

Provisions are recognised when the Company has a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

4.14 Treasury share

Treasury share is stated at cost and presented as a reduction from shareholders' equity. Gains on disposal of treasury share are determined by reference to its carrying amount and are taken to premium on treasury share, losses on disposal of treasury share are determined by reference to its carrying amount and are taken to premium on treasury share and retained earnings, consecutively.

4.15 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

Deferred income tax is 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 Company recognises deferred tax liabilities for all taxable temporary differences while it recognises 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.

At each reporting date, the Company 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 Company records deferred tax directly to shareholders' equity if the tax relates to items that are recorded directly to shareholders' equity.

4.16 Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between buyer and seller (market participants) at the measurement date. The Company applies a quoted market price in an active market to measure their assets and liabilities that are required to be measured at fair value by relevant financial reporting standards. Except in case of no active market of an identical asset or liability or when a quoted market price is not available, the Company measures fair value using valuation technique that are appropriate in the circumstances and maximises the use of relevant observable inputs related to assets and liabilities that are required to be measured at fair value.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy into three levels based on categorise of input to be used in fair value measurement as follows:

- Level 1 Use of quoted market prices in an observable active market for such assets or liabilities
- Level 2 Use of other observable inputs for such assets or liabilities, whether directly or indirectly
- Level 3 Use of unobservable inputs such as estimates of future cash flows

At the end of each reporting period, the Company determines whether transfers have occurred between levels within the fair value hierarchy for assets and liabilities held at the end of the reporting period that are measured at fair value on a recurring basis.

5. Significant accounting judgements and estimates

The preparation of financial statements in conformity with financial reporting standards at times requires management to make subjective judgements and estimates regarding matters that are inherently uncertain. These judgements and estimates affect reported amounts and disclosures; and actual results could differ from these estimates. Significant judgements and estimates are as follows:

Leases

In determining whether a lease is to be classified as an operating lease or finance lease, the management is required to use judgement regarding whether significant risk and rewards of ownership of the leased asset has been transferred, taking into consideration terms and conditions of the arrangement.

Allowance for doubtful accounts

In determining an allowance for doubtful accounts, the management needs to make judgement and estimates based upon, among other things, debt collection history, aging profile of outstanding debts and the prevailing economic condition.

Allowance for diminution in value of inventory

The determination of allowances for diminution in the value of inventory, requires management to make judgements and estimates. The allowance for decline in net realizable value is estimated based on the selling price expected in the ordinary course of business less the estimated costs to complete the sales; and provision for obsolete, slow-moving and deteriorated inventories that is estimated based on the approximate aging of each type of inventory.

Equipment/Depreciation

In determining depreciation of equipment, the management is required to make estimates of the useful lives and residual values of the equipment and to review estimate useful lives and residual values when there are any changes.

In addition, the management is required to review equipment for impairment on a periodical basis and record impairment losses when it is determined that their recoverable amount is lower than the carrying amount. This requires judgements regarding forecast of future revenues and expenses relating to the assets subject to the review.

Deferred tax assets

Deferred tax assets are recognised for deductible temporary differences and unused tax losses to the extent that it is probable that taxable profit will be available against which the temporary differences and losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and level of estimate future taxable profits.

Post-employment benefits under defined benefit plans

The obligation under the defined benefit plan is determined based on actuarial techniques. Such determination is made based on various assumptions, including discount rate, future salary increase rate, mortality rate and staff turnover rate.

6. Related party transactions

During the years, the Company had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company and those related parties.

(Unit: Million Baht)

	2017	2016	Pricing policy
<u>Transactions with major shareholder</u>			
<u>(SVOA Public Company Limited)</u>			
Marketing support income	1	1	Prices agreed by the parties
Purchases of goods	93	43	At cost plus approximately 3 percent average profit margin (2016: 4 percent)
Management fee expenses	1	1	Contract price
<u>Transactions with associated company</u>			
Sales of goods	-	1	At cost plus approximately 6 percent average profit margin
Dividend income	1	2	At the declared rate
<u>Transactions with related companies</u>			
Service fee expenses	11	11	Market price

As at 31 December 2017 and 2016, the balances of the accounts between the Company and those related companies are as follows:

(Unit: Thousand Baht)

	2017	2016
<u>Trade and other receivables - related parties (Note 9)</u>		
Major shareholders	297	447
Associated companies	-	15
Related companies (related by common shareholders and common directors)	111	401
Total trade and other receivables - related parties	<u>408</u>	<u>863</u>

(Unit: Thousand Baht)

	2017	2016
<u>Trade and other payables - related parties (Note 17)</u>		
Major shareholders	13,931	4,832
Associated companies	-	282
Related companies (related by common shareholders and common directors)	2,938	2,172
Total trade and other payables - related parties	<u>16,869</u>	<u>7,286</u>

Directors and management's benefits

During the years ended 31 December 2017 and 2016, the Company had employee benefit expenses of their directors and management as below.

(Unit: Million Baht)

	2017	2016
Short-term employee benefits	23.0	22.0
Post-employment benefits	1.0	1.0
Total	<u>24.0</u>	<u>23.0</u>

7. Cash and Cash equivalents

(Unit: Thousand Baht)

	2017	2016
Cash	10,579	10,631
Bank deposits	<u>223,192</u>	<u>169,047</u>
Total	<u>233,771</u>	<u>179,678</u>

As at 31 December 2017, bank deposits in savings accounts, fixed deposits and bills of exchange carried interests between 0.10 and 1.25 percent per annum (2016: between 0.10 and 0.80 percent per annum).

8. Current investments

Current investments as at 31 December 2017 as presented in statements of financial position are bank deposits in fixed account with maturity over three months carried interests at the rates between 1.38 and 1.40 percent per annum (2016: between 1.50 and 1.60 percent per annum).

9. Trade and other receivable

(Unit: Thousand Baht)

	2017	2016
<u>Trade receivables - related parties</u>		
Aged on the basis of due dates		
Not yet due	261	220
Past due		
Up to 3 months	125	355
Total trade receivables - related parties	386	575
<u>Trade receivables - unrelated parties</u>		
Aged on the basis of due dates		
Not yet due	53,524	63,551
Past due		
Up to 3 months	47,189	91,093
3 - 6 months	105	-
Total trade receivables - unrelated parties	100,818	154,644
Allowance for doubtful debts	(53)	-
Total trade receivables - unrelated parties	100,765	154,644
Total trade receivable	101,151	155,219
<u>Other receivables</u>		
Other receivables - related parties	22	288
Other receivables - unrelated parties	20,175	24,555
Accrued interest income	509	815
Total other receivables	20,706	25,658
Total trade and other receivables	121,857	180,877

10. Inventories

(Unit: Thousand Baht)

	Cost		Allowance of diminution in value of inventory - Inventory obsolescence		Inventory-net	
	2017	2016	2017	2016	2017	2016
Finished goods	765,964	724,118	(13,863)	(14,181)	752,101	709,937
Goods in transit	5,521	9,463	-	-	5,521	9,463
Total	771,485	733,581	(13,863)	(14,181)	757,622	719,400

11. Withholding tax deducted at source

The balance of withholding tax deducted at source as at 31 December 2017 and 2016, aged on year, are summarised below.

(Unit: Thousand Baht)

Year	Financial statements in which the equity method is applied and separate financial statements	
	2017	2016
2015	-	12,158
2016	10,247	10,242
2017	2,126	-
	<u>12,373</u>	<u>22,400</u>

In February 2017, the Company received full amount of withholding tax refund for 2015. Withholding tax of 2016 is currently under the consideration of the Revenue Department officer. However, the Company's management believes that the amount will be fully refunded from the Revenue Department. Therefore, no provision for contingent loss is set up in the accounts.

12. Other current assets

Details of other current assets are as follows:

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied and separate financial statements	
	2017	2016
Undue input VAT	8,157	6,872
Others	40	536
Total	<u>8,197</u>	<u>7,408</u>

13. Restricted bank deposits

The Company pledged fixed deposits at bank totalling approximately Baht 12.5 million (31 December 2016: Baht 12.5 million) with a bank to secure letter of guarantees issued by the bank on behalf of the Company in respect of the purchase of goods and services as required in the ordinary course of business of the Company.

14. Investments in associates

14.1 Details of associates:

(Unit: Thousand Baht)

Company's name	Nature of business	Country of incorporation	Investments									
			Shareholding percentage		Financial statements in which the equity method is applied		Separate financial statements in which cost method is applied					
							Cost		Allowance for impairment loss on investments		Investments in associate - net	
			2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
			Percent	Percent								
S P V I Public Company Limited	Distribution of IT products and related accessories	Thailand	29	29	87,224	79,685	58,000	58,000	-	-	58,000	58,000
Uitox (Thailand) Company Limited	E-commerce (Dormant in 2017)	Thailand	33	33	1,429	16,653	6,000	18,000	(4,556)	-	1,444	18,000
Touch Printing Republic Company Limited	Import and distribution of printing equipment and turnkey solution for printing service	Thailand	24	24	12,975	12,377	12,000	12,000	-	-	12,000	12,000
Total					101,628	108,715	76,000	88,000	(4,556)	-	71,444	88,000

On 10 November 2015, the meeting of Board of Directors of the Company passed a resolution approving the Company's investment in a new company in Thailand named Uitox (Thailand) Company Limited, in order to sell computers and related accessories via the e-commerce platform of Uitox (Thailand) Company Limited. The Company acquired 60,000 ordinary shares of Baht 300 each, totaling Baht 18 million. The amount paid included a share premium of Baht 12 million because the Company expected that the investee company to be able to operate electronics business cross-border as it had a network of branches in multiple countries.

In May 2017, the Company negotiated with the shareholders of this associate in order to return the portion of the investment in excess of the par value because certain restrictions has resulted in the cross-border business being unsuccessful. On 11 May 2017, the Extraordinary General Meeting of shareholders of Uitox (Thailand) Company Limited passed a resolution to return investment of Baht 12 million to the Company and on 12 May 2017, the Company received the return of the invested funds. The percentage shareholding of the Company in this associate remains unchanged.

14.2 Share of profit (loss) and dividend received

During the years, the Company recognised its share of profit (loss) from investments in the associates in the financial statements in which the equity method is applied and dividend income in the separate financial statements in which cost method is applied as follows:

(Unit: Thousand Baht)

Company	Financial statements in which the equity method is applied		Separate financial statements in which cost method is applied	
	Share of profit (loss) from investment in associates during the year		Dividend received during the year	
	2017	2016	2017	2016
S P V I Public Company Limited	8,931	1,693	1,392	2,320
Uitox (Thailand) Company Limited	(3,224)	(1,347)	-	-
Touch Printing Republic Company Limited	597	377	-	-
Total	<u>6,304</u>	<u>723</u>	<u>1,392</u>	<u>2,320</u>

14.3 Fair value of investment in listed associate

As at 31 December 2017, the fair value of the investment in S P V I Public Company Limited, calculated based on latest bid price of the shares on the last trading day of the period as quoted on the MAI and in proportion to the Company's shareholding, was approximately Baht 208 million (2016: Baht 93 million).

Investment in listed associate for which fair value is disclosed in the financial statements are categorised within Level 1 which is used of quoted market prices in an observable active market for such asset.

14.4 Summarised financial information about material associates

Summarised information about financial position

(Unit: Million Baht)

	S P V I Public Company Limited		Uitox (Thailand) Company Limited		Touch Printing Republic Company Limited	
	2017	2016	2017	2016	2017	2016
Current assets	393	297	4	17	57	75
Non-current assets	100	100	-	2	13	5
Current liabilities	(181)	(112)	-	(1)	15	(28)
Non-current liabilities	(11)	(9)	-	-	(1)	-
Net assets	301	276	4	18	54	52
Shareholding percentage (%)	29%	29%	33%	33%	24%	24%
Share of net assets	87	80	1	6	13	12
Elimination entries	-	-	-	-	-	-
Carrying amounts of associates based on equity method	87	80	1	6	13	12

Summarised information about comprehensive income

(Unit: Million Baht)

	S P V I Public Company Limited		Uitox (Thailand) Company Limited		Touch Printing Republic Company Limited	
	2017	2016	2017	2016	2017	2016
Revenue	2,096	1,797	2	2	159	39
Profit (loss)	30	5	(2)	(4)	3	2
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income	30	5	(2)	(4)	3	2

15. Equipment

(Unit: Thousand Baht)

	Leasehold improvements	Office equipment	Furniture and fixtures	Tools	Motor vehicles	Assets for rent	Construction in progress	Total
Cost:								
1 January 2016	481,528	116,687	44,781	909	29,103	57,102	14,877	744,987
Additions	5,510	1,721	89	-	-	-	9,462	16,782
Transfer from inventory	-	933	-	-	-	4,346	-	5,279
Disposal	(4,157)	(1,379)	(105)	(2)	(16,530)	(6,186)	-	(28,359)
Transfers in (out)	9,354	4,075	-	-	-	(2,280)	(11,149)	-
Transfers to intangible assets	-	-	-	-	-	-	(13,190)	(13,190)
31 December 2016	492,235	122,037	44,765	907	12,573	52,982	-	725,499
Additions	22,440	5,098	-	-	-	-	11,258	38,796
Transfer from inventory	-	92	-	-	-	6,112	-	6,204
Disposal	(34,147)	(11,217)	(1,068)	-	(321)	(14,957)	-	(61,710)
Transfers in (out)	10,814	838	-	-	-	(486)	(11,166)	-
31 December 2017	491,342	116,848	43,697	907	12,252	43,651	92	708,789
Accumulated depreciation:								
1 January 2016	346,999	93,416	43,954	909	29,103	47,550	-	561,931
Depreciation for the year	42,735	9,648	378	-	-	6,429	-	59,190
Accumulated depreciation								
on disposals	(4,144)	(1,390)	(84)	(2)	(16,530)	(6,186)	-	(28,336)
on transfer	-	2,222	-	-	-	(2,222)	-	-
31 December 2016	385,590	103,896	44,248	907	12,573	45,571	-	592,785
Depreciation for the year	37,828	8,006	251	-	-	5,002	-	51,087
Accumulated depreciation								
on disposals	(31,829)	(11,200)	(1,066)	-	(321)	(14,957)	-	(59,373)
on transfer	-	484	-	-	-	(484)	-	-
31 December 2017	391,589	101,186	43,433	907	12,252	35,132	-	584,499
Allowance for impairment loss:								
1 January 2016	-	-	-	-	-	-	-	-
Increase during the year	-	-	-	-	-	-	-	-
31 December 2016	-	-	-	-	-	-	-	-
Increase during the year	314	-	-	-	-	-	-	314
31 December 2017	314	-	-	-	-	-	-	314
Net book value:								
31 December 2016	106,645	18,141	517	-	-	7,411	-	132,714
31 December 2017	99,439	15,662	264	-	-	8,519	92	123,976
Depreciation for the year:								
2016 (Baht 6.4 million included in cost of sales and service, and the balance in selling and administrative expenses)								59,190
2017 (Baht 5.0 million included in cost of sales and service, and the balance in selling and administrative expenses)								51,087

As at 31 December 2017, certain equipment items have been fully depreciated but are still in use. The gross carrying amount (before deducting accumulated depreciation) of those assets amounted to approximately Baht 384 million (2016: Baht 448 million).

16. Intangible assets

The net book value of intangible assets as at 31 December 2017 and 2016 is presented below.

(Unit: Thousand Baht)

	Computer software	Computer software under installation	Total
As at 31 December 2017			
Cost	15,729	-	15,729
Less: Accumulated amortisation	(13,606)	-	(13,606)
Net book value	2,123	-	2,123
As at 31 December 2016			
Cost	15,729	13,190	28,919
Less: Accumulated amortisation	(13,212)	-	(13,212)
Less: Allowance for impairment loss	-	(13,190)	(13,190)
Net book value	2,517	-	2,517

A reconciliation of the net book value of intangible assets for the years 2017 and 2016 is presented below.

(Unit: Thousand Baht)

	2017	2016
Net book value at beginning of year	2,517	3,027
Transfer from equipment	-	13,190
Amortisation	(394)	(510)
Impairment loss	-	(13,190)
Net book value at end of year	2,123	2,517

17. Trade and other payables

(Unit: Thousand Baht)

	2017	2016
Trade payables - related parties	13,819	4,706
Trade payables - unrelated parties	560,576	638,422
Other payables - related parties	3,050	2,580
Other payables - unrelated parties	14,564	3,170
Accrued expenses	45,458	53,618
Unearned revenues	20,873	46,048
Total trade and other payables	658,340	748,544

18. Provision for long-term employee benefits

Provision for long-term employee benefits which represents compensation payable to employees after they retire from the Company, was as follows:

	(Unit: Thousand Baht)	
	2017	2016
Provision for long-term employee benefits at beginning of year	14,803	12,827
Included in profit or loss:		
Current service cost	1,901	1,637
Interest cost	368	339
Included in other comprehensive income:		
Actuarial loss arising from		
Demographic assumptions changes	2,381	-
Financial assumptions changes	1,046	-
Experience adjustments	(2,000)	-
Provision for long-term employee benefits at end of year	<u>18,499</u>	<u>14,803</u>

Long-term employee benefit expenses included in the profit or loss consist of the following:

	(Unit: Thousand Baht)	
	2017	2016
Current service cost	1,901	1,637
Interest cost	<u>368</u>	<u>339</u>
Total expense recognized in profit or loss	<u>2,269</u>	<u>1,976</u>
Line items in profit or loss under which such expenses are included		
Administrative expenses	2,269	1,976

As at 31 December 2016, the Company expects to pay Baht 3.2 million of long-term employee benefits during the next year (2017: nil).

As at 31 December 2017, the weighted average duration of the liabilities for long-term employee benefit is 7 years (2016: 9 years).

Significant actuarial assumptions are summarised below:

(Unit: percent per annum)		
	2017	2016
Discount rate	2.04	2.73
Future salary increase rate (depending on age)	3	3
Staff turnover rate (depending on age)	10 – 35	8 – 36

The result of sensitivity analysis for significant assumptions that affect the present value of the long-term employee benefit obligation as at 31 December 2017 and 2016 are summarised below:

(Unit: Million Baht)				
	2017		2016	
	Increase 1%	Decrease 1%	Increase 1%	Decrease 1%
Discount rate	(1.14)	1.30	(0.8)	0.91
Salary increase rate	1.30	(1.16)	1.06	(0.95)
Turnover rate	(1.20)	0.38	(0.86)	0.47

19. Share capital/Treasury share

On 11 April 2017, the Annual General Meeting of Shareholders of the Company passed a resolution to approve share buyback program for financial management with the total amount of fund of Baht 252 million. The share buyback price shall be Baht 4.00 per share and the number of shares to be bought back shall not exceed 63 million shares or equivalent to 18.03 percent of total paid-up shares of the Company. The meeting also approved the responsibilities of the Company's Board of directors or person(s) assigned by the Board of directors to consider and determine details or conditions in respect of general proposal of the share buyback program from the shareholders. Subsequently, on 20 April 2017, the Company prepared the proposal to buy back shares from shareholders with the buyback period from 8 May 2017 to 22 May 2017. The Company had purchased back 63 million ordinary shares, for a total of approximately Baht 252 million or 18.03% of the total paid-up shares of the Company, which was the full amount of fund of the buyback program. The Company appropriated the retained earnings to reserve for the treasury shares totaling Baht 252 million according to the requirement of the Securities and Exchange Commission of Thailand.

Subsequently, on 8 November 2017, the Board of Directors of the Company passed a resolution to approve the sale of all shares repurchased from shareholders during 23 – 27 November 2017 (6 months after the completion date of the share repurchase and not later than 3 years from this time). In the event that the Company does not or is unable to dispose of all repurchased shares within the set period, when the due date has passed the Company is to reduce its paid-up share capital by

cancellation of any remaining unsold shares. At the end of the Company's resale period, there were still 63 million unsold repurchased shares.

Subsequently, on 7 December 2017, the Company registered a decrease in its share capital with the Ministry of Commerce, achieved by canceling Baht 63 million of unsold treasury shares (63 million ordinary shares of Baht 1 each). As a result, the Company's registered share capital and paid up share capital decreased from Baht 366.8 million (366.8 million ordinary shares of Baht 1 each) to Baht 303.8 million (303.8 million ordinary shares of Baht 1 each) and from Baht 349.4 million (349.4 million ordinary shares of Baht 1 each) to Baht 286.4 million (286.4 million ordinary shares of Baht 1 each), respectively. On 13 December 2017, the Board of Directors of the Company passed a resolution to acknowledge the registration of the decrease in share capital.

20. Statutory reserve

Pursuant to Section 116 of the Public Limited Companies Act B.E. 2535, the Company is required to set aside to a statutory reserve at least 5 percent of its net income after deducting accumulated deficit brought forward (if any), until the reserve reaches 10 percent of the registered capital. The statutory reserve is not available for dividend distribution.

As at 31 December 2017 and 2016, the Company already had a statutory reserve of not less than 10 percent of its registered capital.

21. Other income

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied and separate financial statements	
	2017	2016
Marketing support income	37,890	38,368
Distribution income	15,551	12,181
Interest income	3,792	6,878
Commission income	8,509	7,871
Others	2,444	4,731
Total	68,186	70,029

22. Expenses by nature

Significant expenses classified by nature are as follows:

	(Unit: Thousand Baht)	
	2017	2016
Purchase of goods	4,512,909	4,587,951
Salary, wages and other employee benefits	168,167	164,606
Rental and service center expenses from operating lease agreements	196,785	200,896
Depreciation and amortisation	51,481	59,700
Utilities expenses	37,963	40,063
Transportation expenses	15,924	16,547
Impairment loss on software under installation	-	13,190
Office supply expenses	7,289	6,882
Increase (decrease) in allowance for inventory obsolescence	(318)	4,337

23. Income tax

Income tax expenses (revenues) for the years ended 31 December 2017 and 2016 are made up as follows:

	(Unit: Thousand Baht)			
	Financial statements in which the equity method is applied		Separate financial statements	
	2017	2016	2017	2016
Current income tax:				
Current corporate income tax charge	11,312	3,042	11,312	3,042
Deferred tax:				
Relating to origination and reversal of temporary differences	1,637	(3,810)	1,640	(3,810)
Income tax expense (revenue) reported in the statements of comprehensive income	<u>12,949</u>	<u>(768)</u>	<u>12,952</u>	<u>(768)</u>

The amount of income tax relating to each component of other comprehensive income for the years ended 31 December 2017 and 2016 are as follows:

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied and separate financial statements	
	2017	2016
Deferred tax relating to actuarial loss from post-employment benefits	(285)	-

The reconciliation between accounting profit and income tax expenses (revenues) is shown below.

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied		Separate financial statements	
	For the years ended 31 December		For the years ended 31 December	
	2017	2016	2017	2016
Accounting profit before tax	76,330	14,594	66,862	16,191
Applicable tax rate	20%	20%	20%	20%
Accounting profit before tax multiplied by income tax rate	15,266	2,919	13,372	3,238
Effects of:				
Non-deductible expenses	69	112	69	112
Income not subject to tax	(2,175)	(145)	(278)	(464)
Additional expenses deductions allowed	(211)	-	(211)	-
Total	(2,317)	(33)	(420)	(352)
Decreases in deferred tax assets not recognised	-	(3,654)	-	(3,654)
Income tax expense (revenue) reported in the statement of comprehensive income	12,949	(768)	12,952	(768)

The components of deferred tax assets are as follows:

(Unit: Thousand Baht)

	Statements of financial position			
	Financial statements in which the equity method is applied		Separate financial statements	
	As at 31 December 2017	As at 31 December 2016	As at 31 December 2017	As at 31 December 2016
Deferred tax assets				
Allowance for diminution in value of inventories	2,773	2,837	2,773	2,837
Accumulated depreciation - Assets for rent	1,102	1,479	1,102	1,479
Provision for long-term employee benefits	3,700	2,961	3,700	2,961
Allowance for impairment loss on assets	63	2,638	63	2,638
Allowance for doubtful debts	10	-	10	-
Provision for impairment of investment in associate	-	-	911	-
Share of loss from impairment in associate which the Company plans to sell in the future	915	-	-	-
Total	8,563	9,915	8,559	9,915

24. Earnings per share

Basic earnings per share is calculated by dividing profit for the year (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the year.

25. Dividend

Details of dividend payment are set out below.

	Approved by	Total Dividends paid (Thousand Baht)	Dividend paid per share (Baht)
2017			
Dividends on the unappropriated retained earnings net of corporate income tax at the rate of 30%	Annual General Meeting of the shareholders on 11 April 2017	13,976	0.04
Total dividends paid for the year 2017		13,976	0.04
2016			
Dividends on the unappropriated retained earnings	Annual General Meeting of the shareholders on 20 April 2016	17,470	0.05
Total dividends paid for the year 2016		17,470	0.05

26. Segment information

Operating segment information is reported in a manner consistent with the internal reports that are regularly reviewed by the chief operating decision maker in order to make decisions about the allocation of resources to the segment and assess its performance. The chief operating decision maker has been identified as Managing Director.

The Company's operations involve a single industry segment in the distribution of computers and related accessories and are carried on in the single geographic area in Thailand. As a result, all of the revenues, operating profits and assets as reflected in these financial statements pertain exclusively to this industry segment and geographic area.

27. Provident fund

The Company and its employees have jointly established a provident fund in accordance with the Provident Fund Act B.E. 2530. Both employees and the Company contribute to the fund monthly at the rate of 5 percent of basic salary. The fund, which is managed by Siam Commercial Bank Asset Management Co., Ltd., will be paid to employees upon termination in accordance with the fund rules. The Company contributed for the year 2017 amounting to approximately Baht 1.9 million (2016: Baht 1.9 million) were recognized as expenses.

28. Commitments and contingent liabilities

28.1 Operating lease and related service commitments

The Company has entered into several operating lease agreements and service agreement in respect of the lease of office building, warehouse and branch areas. The terms of the agreements are generally between 1 and 6 years.

Future minimum lease payments required under these operating lease agreements and service agreements were as follows.

	(Unit: Million Baht)	
	As at 31 December	
	2017	2016
Payable within:		
Less than 1 year	187	192
1 to 5 years	162	190
More than 5 years	2	4

28.2 Guarantees

As at 31 December 2017, there were outstanding bank guarantees of approximately Baht 22 million (2016: Baht 25 million) and approximately USD 200,000 or equivalent to Baht 6.6 million (2016: USD 200,000 or equivalent to Baht 7.2 million) issued by a bank on behalf of the Company in respect of the purchase of goods and services as required in the ordinary course of business of the Company.

29. Financial instruments

29.1 Financial risk management

The Company's financial instruments, as defined under Thai Accounting Standard No. 107 "Financial Instruments: Disclosure and Presentations", principally comprise cash and cash equivalents, current investment, trade and other receivables, restricted bank deposits, investments in associates and trade and other payables. The financial risks associated with these financial instruments and how they are managed is described below.

Credit risk

The Company is exposed to credit risk primarily with respect to trade and other receivables. The Company manages the risk by adopting appropriate credit control policies and procedures and therefore does not expect to incur material financial losses. In addition, the Company does not have high concentration of credit risk since it has a large customer base. The maximum exposure to credit risk is limited to the carrying amounts of trade and other receivables as stated in the statement of financial position.

Interest rate risk

The Company's exposure to interest rate risk relates primarily to its cash at banks. However, since most of the Company's financial assets and liabilities bear floating interest rates or fixed interest rates which are close to the market rate, the interest rate risk is expected to be minimal.

Significant financial assets and liabilities classified by type of interest rates are summarized in the table below, with those financial assets and liabilities that carry fixed interest rates further classified based on the maturity date, or the repricing date if this occurs before the maturity date.

(Unit: Million Baht)

Financial statements in which the equity method is applied As at 31 December 2017					
	Fixed interest rates within 1 year	Floating interest rate	Non-interest bearing	Total	Effective interest rate
(% per annum)					

Financial Assets

Cash and cash equivalents	-	223	11	234	0.10 - 1.30
Current investments	51	-	-	51	1.38 - 1.40
Trade and other receivables	-	-	122	122	-
Restricted bank deposits	13	-	-	13	1.00
Investments in associates	-	-	102	102	-
	<u>64</u>	<u>223</u>	<u>235</u>	<u>522</u>	

Financial liabilities

Trade and other payables	-	-	658	658	
	<u>-</u>	<u>-</u>	<u>658</u>	<u>658</u>	

(Unit: Million Baht)

Financial statements in which the equity method is applied As at 31 December 2016					
	Fixed interest rates within 1 year	Floating interest rate	Non-interest bearing	Total	Effective interest rate
(% per annum)					

Financial Assets

Cash and cash equivalents	-	169	11	180	0.10 - 0.80
Current investments	350	-	-	350	1.50 - 1.60
Trade and other receivables	-	-	181	181	-
Restricted bank deposits	13	-	-	13	0.88
Investments in associates	-	-	109	109	-
	<u>363</u>	<u>169</u>	<u>301</u>	<u>833</u>	

Financial liabilities

Trade and other payables	-	-	748	748	-
	<u>-</u>	<u>-</u>	<u>748</u>	<u>748</u>	

(Unit: Million Baht)

Separate financial statements As at 31 December 2017					
	Fixed interest rates within 1 year	Floating interest rate	Non-interest bearing	Total	Effective interest rate
(% per annum)					

Financial Assets

Cash and cash equivalents	-	223	11	234	0.10 - 1.30
Current investments	51	-	-	51	1.38 - 1.40
Trade and other receivables	-	-	122	122	-
Restricted bank deposits	13	-	-	13	1.00
Investments in associates	-	-	71	71	-
	<u>64</u>	<u>223</u>	<u>204</u>	<u>491</u>	

Financial liabilities

Trade and other payables	-	-	658	658	
	<u>-</u>	<u>-</u>	<u>658</u>	<u>658</u>	

(Unit: Million Baht)

Separate financial statements As at 31 December 2016					
	Fixed interest rates within 1 year	Floating interest rate	Non-interest bearing	Total	Effective interest rate
(% per annum)					

Financial Assets

Cash and cash equivalents	-	169	11	180	0.10 - 0.80
Current investments	350	-	-	350	1.50 - 1.60
Trade and other receivables	-	-	181	181	-
Restricted bank deposits	13	-	-	13	0.88
Investments in associates	-	-	88	88	-
	<u>363</u>	<u>169</u>	<u>280</u>	<u>812</u>	

Financial liabilities

Trade and other payables	-	-	748	748	-
	<u>-</u>	<u>-</u>	<u>748</u>	<u>748</u>	

Foreign currency risk

The Company's exposure to foreign currency risk arises mainly from purchasing of goods that are denominated in foreign currencies. The Company seeks to reduce this risk by entering into forward exchange contracts when it considers appropriate. Generally, the forward contracts mature within one year.

The balances of financial liabilities denominated in foreign currencies are summarised below.

Foreign currency	Financial liabilities as at 31 December		Exchange rate - selling rate as at 31 December	
	2017	2016	2017	2016
	(Million)	(Million)	(Baht per 1 foreign currency unit)	
US dollar	0.3	0.4	32.8472	36.0025

Foreign exchange contracts outstanding are summarised below.

As at 31 December 2017			
Foreign currency	Bought amount	Contractual exchange rate Bought	Contractual maturity date
	(Million)	(Baht per 1 foreign currency unit)	
US dollar	0.21	32.670 - 32.870	January - February 2018

As at 31 December 2016			
Foreign currency	Bought amount	Contractual exchange rate Bought	Contractual maturity date
	(Million)	(Baht per 1 foreign currency unit)	
US dollar	0.20	35.497 - 36.053	January - February 2017

29.2 Fair values of financial instruments

Since the majority of the Company's financial instruments are short-term in nature, their fair value is not expected to be materially different from the amounts presented in the statements of financial position.

30. Capital management

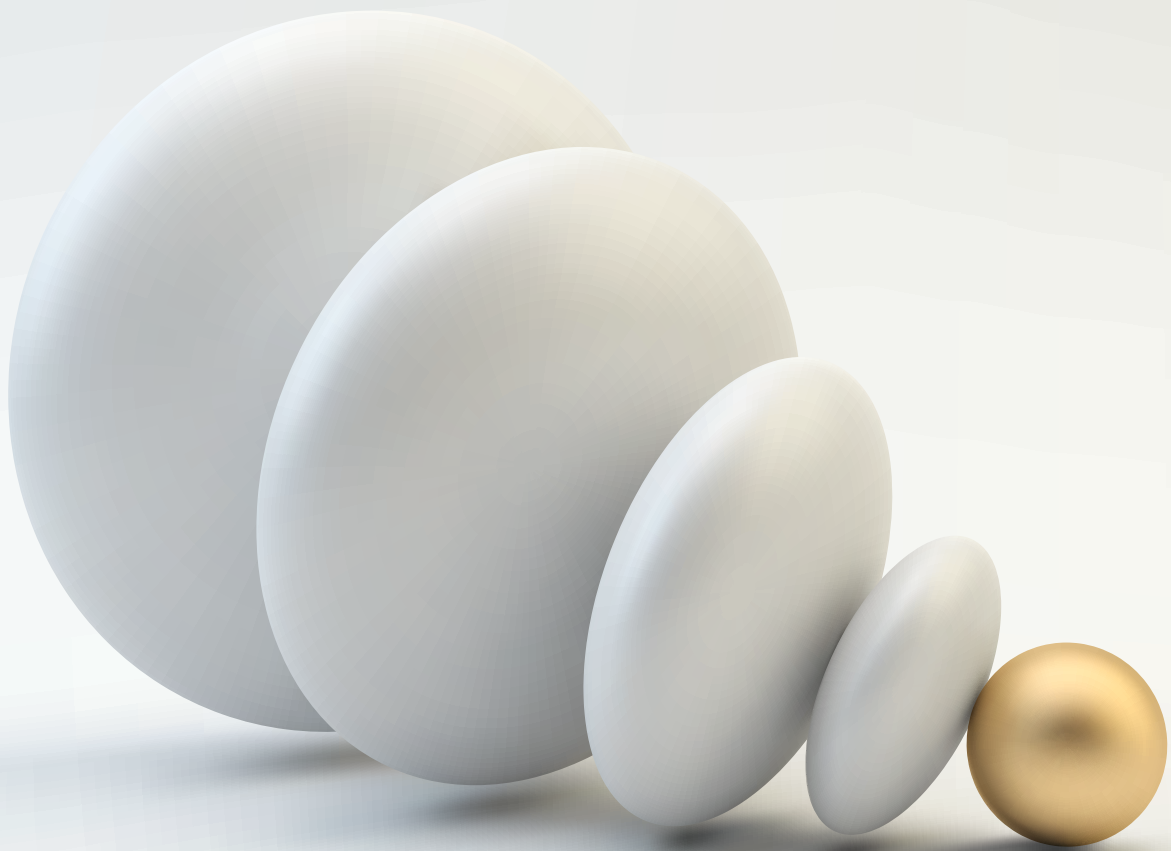
The primary objectives of the Company's capital management is to ensure that it has an appropriate financial structure and preserves the ability to continue its business as a going concern.

The Company manages its capital position with reference to its debt-to-equity ratio. As at 31 December 2017, the Company's debt-to-equity ratio according to the financial statements in which the equity method is applied was 0.81:1 (2016: 0.74:1) and the separate financial statement was 0.84:1 (2016: 0.75:1).

31. Approval of financial statements

These financial statements were authorised for issue by the Company's authorised directors on 20 February 2018.

The Principle of Good Governance



Code of best practice

The Company is aware of the importance of the Code of Best Practice. The Board of Directors intends to fulfil all conditions of the code in accordance with the SET's guidelines for directors of listed companies.

Moreover, the Board of Directors has agreed to follow the Principles of Good Corporate Governance for Listed companies 2006 outlined by the SET, to benefit its operations. The Board will ensure that the Company and its management team maintain a high standard of best practice and transparency, which will result in an increase in confidence amongst shareholders, investors and other related parties.

Policies regarding Codes of Best Practice

The Board of Directors gives the highest priority to the Principles of Good Corporate Governance and Code of Best Practice for Directors Listed Companies outlines by The Stock Exchange of Thailand (SET) and The Office of Securities and Exchange Commission (SEC) which are in accordance with the Company's Good Corporate Governance Policies including fair treats towards all related parties, transparent guidelines for practices regarding structure, components, duties, responsibilities, freedom and director's operations clear data disclosure and strict risk management.

1. Rights of Shareholders

In 2017 the Company held a general shareholder' meeting within 4 months after the end of the Company' fiscal year. The Company disseminated invitation letters to the general shareholders' meeting. It also presented documents and the detailed agenda on the Company's website 1 month prior to the meeting day, in order to provide shareholders sufficient time to go through the material. In addition, the Company also sent invitation letters to the general shareholders' meeting, accompanied with documents and the detailed agenda, map showing the meeting location, and the annual report, to the shareholders for 21 days prior to the meeting day. The invitation, information of date, time, and place of the meeting, together with the agenda were also published in a newspaper for 3 consecutive days prior to the meeting day. Nine of the Company's directors participated in the 2017 meeting including the Chairman, Director and Executive Chairman, the Chairman of the Audit Committee and the Audit Committee.

Before the meeting started, the Chairman announced the number of shareholders or persons appointed by proxy, and how to vote, how to count vote, and how to use the ballot for the meeting. All shareholders were given opportunities and sufficient time to ask questions about the Company's performance from the Directors and top management, as well as to voice their opinions and suggestions. Each shareholder had an equal right to exercise their vote.

All significant matters raised by the shareholders regarding the Company's business operations were recorded in the minutes of the meeting by the Company's Secretary Which were completely repared within 14 days after the meeting date. The minutes of the meeting were disseminated on the Company's website.

2. The Equitable Treatment of Shareholders

The Board of Directors has the policies for equitable treatment of shareholders. They will be practiced and defended the basic rights that mentioned in the first principle equally. The Company will facilitate all shareholders, they can conveniently participate the meeting. The shareholders are allowed to appoint their representatives by offering them an alternative to appoint "Independent Director" as their representatives. In addition, the Company will handle the meeting properly, shareholders can comments and raise any questions with equal rights during the meeting in accordance with the meeting agenda. The Board of Directors will not allow the presentation of any agenda that did not handover in advance, especially the important agenda that required time to study the concerned information before making decision, except the urgent agenda.

Moreover, the Company also provides opportunities for the minority shareholders to propose agenda for the Shareholders' Meeting including the opportunity to nominate candidates who have qualifications as per criteria specified by the Company for the Company's directors since 2009 Annual General Meeting of Shareholders, The minority shareholders can propose agenda or nominate candidates for the Company's directors during December for the period of 1 month. During 2017 Annual General Meeting of Shareholders, the minority shareholders have not proposed agenda or any candidate. The Company was strictly abided by the regulations outlined by The Stock Exchange of Thailand and The Office of Securities and Exchange Commission. The Board of Directors recognizes the importance to manage the conflict of interest raised by all concerned parties with prudence fairness and transparency. The information disclosure was completely done, clear and on time basis for the Company's benefits. Moreover, the Company issued the policies on monitoring of insider trading as stated in the Company's regulations to exercise punishment measures towards executives or employees who disclose internal information, publicize the prohibited information or for their own benefits. The Company disclosed the shareholding structure along with shares held by director and management in its annual report.

3. Role of Stakeholders

The Company runs the business by abiding to their responsibilities towards all concerned parties for sustainable mutual benefits. The Board of Directors regulated the management system which enabled the Company to confidently state that the Company will provide fair treatment with strict measures towards all concerned parties, including shareholders, employees, customers, suppliers, creditors, business and social competitors. Moreover, the Company regulated the business ethics in written form as guidelines and best practices for all employees.

During the Meeting of the Board of Directors No.3/2003 held on March 5, 2003, the business ethics practices have been prescribed so that the directors, executives and all employees can acknowledge about the operating standards that the organization expects from them. In addition, the Board of Directors and the management shall provide strongly support for such practices and shall inform all employees for their acknowledgment as follows:

1. Behavioral Guidelines:

All Directors, management team and employees must be committed to

- 1.1 Being a good citizen by following the legal duties and responsibilities while performing good deeds for society.
- 1.2 Abiding by the rules and regulation of Company and its reputation.
- 1.3 Fulfilling the corporate objectives based on the Good Governance guidelines and refraining from using authority in favor of personal benefits.

2. Rules for Directors

Apart from the Behavioral Guidelines, members of Board of Directors should conform to the following rules:

- 2.1 Recruiting the capable management team and provide them sufficient authorities to operate and manage corporate businesses
- 2.2 Promoting the business ethics in operations for management team and employees
- 2.3 Performing duties in accordance to applicable laws with honesty. All decisions should be made in favor of major and minor shareholders to optimize the shareholder benefits
- 2.4 Refraining the exploitation of insider's information in favor of personal, relative's or related persons' benefits.

3. Rules for Management Team

Apart from the Behavioral Guidelines, management team should conform to the following rules:

3.1 Towards shareholders

- 3.1.1 Performing duties in accordance to applicable laws with honesty. All decisions should be made in favor of major and minor shareholders to optimize the shareholder benefits.
- 3.1.2 Regularly reporting the corporate status with complete and factual details.
- 3.1.3 Performing duties by implementing the best knowledge and skills in management in all cases.
- 3.1.4 Promoting operations based on standard systems and good controls with sufficient data and referable evidences.
- 3.1.5 Not exploiting benefits for personal or related person's favors based on corporate information that is not exposed to public.
- 3.1.6 Not revealing confidential information of Company to external parties.
- 3.1.7 Not performing any actions that may cause conflicts with corporate benefits.

3.2 Towards employees

- 3.2.1 Applying leadership to coordinate and operate with knowledge and abilities to achieve corporate effectiveness.
- 3.2.2 Promoting collaboration, good working environment, disciplines, teamwork and consciousness among employees.
- 3.2.3 Giving priority to the development of employees' knowledge and abilities for the whole organization and on regular basis.
- 3.2.4 Following the laws and regulations related to employees and communicating with employees to make them understand and aware of their rights, duties and responsibilities towards themselves and related parties.
- 3.2.5 Considering appointments, rotation, awards and punishment for employees with honesty and based on the knowledge, abilities and appropriateness of that employee.
- 3.2.6 Providing fair remunerations to employees.
- 3.2.7 Treating employees with politeness and respect towards their individuality and human dignity.

3.3. Towards customers, partners, creditors, competitors and society.

- 3.3.1 Providing quality services, revealing complete information on services with accuracy and without elaboration.
- 3.3.2 Treating customers fairly with no exception, avoiding to provide confidential information of customers in favor of third parties.
- 3.3.3 Improving and creating new services to provide customer satisfaction.
- 3.3.4 Seeking to enhance good and sustainable relationships with partners to achieve good will and satisfaction for all parties, thus bringing quality, accurate, affordable and fast services that serves requirements.
- 3.3.5 Abiding by the good policies of Company by avoiding to give and receive bribes, not supporting illegal actions or actions that threatens national economy and stability.
- 3.3.6 Following the rules of good commercial competition.
- 3.3.7 Optimizing the natural resources with minimum waste and seeking alternatives to replace natural resources by considering current and future environment.
- 3.3.8 Preserving, improving and maintaining buildings, places and environment to keep them in tidy, good and sanitary conditions.
- 3.3.9 Maintaining and improving security standards to minimize accidents and dangers towards places and environments.
- 3.3.10 Not helping, supporting or conforming to the actions that may violate laws or regulations.
- 3.3.11 Follow the loan condition based on the agreement, and the responsibilities that should act to the creditors.

4. Rules for employees

Apart from the Behavioral Guidelines, employees should conform to the following rules:

- 4.1 Performing duties with honesty, diligence and patience.
- 4.2 Strictly keeping confidential information of customers, partners and Company.
- 4.3 Treating colleagues without prejudice to promote teamwork spirit and harmony among employees.
- 4.4 Taking care of colleagues by considering the well-being of employee community.
- 4.5 Paying attention and participating to all activities that will enhance corporate quality, effectiveness and development towards excellence.
- 4.6 Regularly seeking, improving and increasing personal knowledge and ability.
- 4.7 Taking care and giving hand in maintaining clean and pleasant working environment.
- 4.8 Not accusing or discrediting directly or indirectly other person's or company's reputations without factual information.

Moreover, in overseeing all stakeholders including shareholders, customers, and other groups, the Company has taken into consideration and given importance to having a cooperative mechanism. This includes a set policy that stakeholders could use to communicate or put forward complaints relating to the services offered by the Company including fraudulence and misconduct by the executives and managers. As such, the Company organized communication channels for all parties to utilize with the Board of Directors through the Secretary to the Good Corporate Governance Committee. These channels are as follows: Mr. Chanchai Boonyasurakul, E-mail: chanchai_b@itcity.co.th or submit written material in hard copy to

Company Secretary IT CITY Public Company Limited 604/3 Pantip Plaza Bld. 5th- 6th Fl., Petchburi Rd., Tanonpetchburi, Rajthevee, Bangkok 10400

Additional Guidelines on the Prevention of Corruption Involvement

The Board of Director has determined additional guidelines on the prevention of corruption involvement as follows:

1. Fraud Risk Assessment Process

The Company has put in place a risk management system suitable to the Company's business nature, aiming to prevent and combat fraud and corruption by identifying incidents of high fraud and corruption risks that may arise from business operations, estimating possibility and impact determining proper measures to combat fraud and corruption, suitable to the assessed risks, methods to measure the success and resources utilized in risk mitigation and evaluating the performance under the established risk management plan.

2. Supervision and control practices to prevent and monitor fraud risk

- 2.1 Put in place the audit process, internal control and risk management systems covering key operating systems, such as, sales and marketing, purchasing, contract preparation, account recording, payment systems, etc., aiming to prevent and monitor fraud and corruption risk and provide suitable guidelines in resolving problems.
- 2.2 Provide channels for receiving information, clues or complaints on breaches of laws or the Company's business ethics or guidelines on the prevention of corruption involvement or suspicious abuse in financial reports or internal control systems, with a policy to protect the providers of information or clues and treat the received information with confidentiality, including measures on investigation and punishment under the Company's discipline and/or related laws. In case the provider of information or clues or the complainant can be contacted, the Company will give a written reply on the Company's action for information.
- 2.3 The relevant department's head is responsible for monitoring the action, correcting the error (if any) and reporting to the person in position of authority.

3. Guidelines on monitoring and evaluating compliance with the guidelines on the prevention of corruption involvement as follows:

- 3.1 Executives and employees are required to regularly appraise their own performance on compliance with the Good Corporate Governance and Business Ethics Manual of the Company, which contains policies on good corporate governance, business ethics, ethics on support to fraud and corruption counteracting, guidelines on the prevention of corruption involvement and employees' ethics and code of conduct.
- 3.2 Internal Audit Office is set up to oversee the internal control system, risk management and corporate governance, to provide recommendations continuously by conducting audit in accordance with the annual audit plan approved by the Audit Committee and report significant results of the audit with recommendations to the Audit Committee.
- 3.3 Risk Management and Internal Control Department is responsible for testing and evaluating fraud and corruption risk on a regular basis to ensure that anticorruption measures are implemented effectively, including monitoring, reviewing and improving anticorruption measures on a continued basis, with the assessment results being presented to the Risk Management Committee and reported to the Board of Directors regularly, on a timely basis.
- 3.4 In case of facts found from the investigation or complaints that there is evidence with a reasonable cause to believe that there exists a transaction or abuse that may have a significant impact on the Company's financial position or operations, including an offense or breach of laws or the Company's business ethics or guidelines on the prevention of corruption involvement or suspicious abuse in financial reports or internal control system, the Audit Committee.

In addition, the Company also educated as well as arranged the trainings on the Company's anti-corruption policy and operating procedures to its employees constantly.

Protection of person who informs clue on misconduct, violation or files a complaint.

Any employee or officer who files complaint, notifies clue, gives statement or provides information with honesty and does not have any intention to defame or cause damage to any person or the Company shall be protected from the Company, for instance, his/her position, job or workplace shall not be changed, or he/she shall not be suspended from job nor shall be threatened, harassed or treated unfairly. However, if it is necessary to change or cancel the protection measure for any person prior the arrangement under this policy becomes finalized, such undertaking must be granted approval from the Audit Committee first.

Policy for quality, professional health, safety, and environment

The Company realizes the importance of the product quality, energy and environment preservation, global warming situation, and professional health and safety as parts of the business. Thus, the Company has set up the quality management system, the management of the energy, and environment professional health and safety. The Executives and all staff determine to follow the guideline for practice as follows:

1. Comply with the law on safety, professional health, and environment, including other related standards and stipulations;
2. Develop quality system throughout the Company with continuous efficient working process in order to deliver products with quality standard and excellent services to create the utmost satisfaction to the customers;

3. Focusing on safety is the heart of operation by placing an emphasis upon controlling and monitoring of the operation and workplace environment of the staff in order to prevent any loss caused by accidents, fire, and injury or sickness at workplace;
4. Monitor professional health and good workplace environment and encourage good health and happiness at workplace;
5. Evaluate and decrease the impact on the environment by focusing on the improvement and protection of the source as well as use the resources with efficiency;
6. All staffs have the right to receive the respect of rights and protection by law and regulations of the Thai labour standard, including to continuously receiving the development of knowledge and ability as well as creating motivation;

All levels of executives of the Company have the responsibility to be the model of development and maintain the management of the quality, professional health, and safety and environment by supporting sufficient resources for the staff to take part in following the policy.

Policy for environmental training management of employees

IT CITY Public Company Limited realizes the importance of the staff as the valuable resources. Thus, the Company has established the training management system to the staff in terms of the environment as guidelines for compliance with and practices as follows:

1. All staff from every professions and every level shall receive sufficient and continuous development on environmental preservation from knowledge providing and training;
2. New staffs shall receive training in terms of the operation and environmental management;
3. All levels of executives of the Company have the responsibility to be the model of development and maintain the management of the training for the staff in terms of the environment by supporting sufficient resources for the staff to take part in following the policy.

4 .Disclosure and Transparency

The Company recognizes the significance to completely, timely, transparently disclose essential corporate information, especially the financial reports and non-financial data, in accordance with regulations of The Stock Exchange of Thailand and The Office of Securities and Exchange Commission, Thailand with easy accessibility to data on equal and credible basis. Besides the obliged distribution of information, the channel of SET as stated in the Form of Annual Data Transaction (Form 56-1) and the annual report, the Company discloses information both in Thai and English through the other channels such as the Company's website which is updated regularly.

The Board of Directors gives highest priority to the quality of "Financial Statement" with the policies to regulate and control the precision of information presented in the financial statement to be in line with certified accounting standards and approved by independent auditors. Along with the information disclosure as stated by relevant regulations.

The Board of Directors reveal the roles and responsibilities of the Board of Directors and the Audit Committee; the records of meetings and the attendance of each Director annually; as well as the remunerations to Directors in terms of forms and patterns; auditors' remuneration and other expenses. In addition, the Company also stipulated the policy for trading stock that the Company's directors and executives must report about the trading the Company's stock to the Board of Directors for acknowledgement and such information must also be disclosed in the Company's website and annual report.

Policy for Stock Trading

1. Directors and Executives are entitled to report the shareholding to the SEC in accordance to the Section 59 of the Securities and Exchange Act B.E. 2535, and to submit the report to the Board of Directors upon every trading, transferring, or receiving the stock transferring;
2. Directors and Executives with access to the important inside information, including the Company's financial statements which may effect the stock price shall avoid or refrain from trading the Company's stock within the period before the dissemination of the information;
3. All levels of staff of the Company and their family shall be refrained from trading stocks whether by themselves or through the brokers when they still possess the information disclosed to the public.

Directors and executives holding company's shares are as follows:

Name of Directors	No. of Shares As at December 31, 2016	No. of Shares As at December 31, 2017
1. Mr. Kamol Juntima	1,007,312	1,007,312
2. Mr. Thienchai Srivichit	-	-
3. Mr. Min Intanate	803,000	803,000
4. Mr. Boonpakorn Chokvathana	1,812,354	2,012,354
5. Mr. Kamthorn Punsak-udomsin	958,268	958,268
6. Mr. Sujin Jityanyong	1,510,040	1,510,040
7. Mr. Noravat Suwarn	-	-
8. Mr. Vichit Yanamorn	-	-
9. R.Sub.Lt. Suree Buranathanit	100,000	100,000
10. Mr. Damnoen Kaewthawee	-	-
11. Mr. Ekachai Sirijirapatana	1,266,978	1,266,978
12. Mr. Boonjerd Harnvichitchai	-	-
13. Mr. Pairoj Amatamahatana	639,440	639,440
14. Mr. Pravit Rugpises	-	-
15. Ms. Pantipa Thirakanokvilai	-	-
16. Ms. Vanida Sangkaew	-	-
17. Ms. Laliwadee Puttipongsup	-	-

Relations with investors

With regard to investor relations, the parent company has still not set up a separate division to oversee this aspect; however, has assigned Miss Nannaphat Thirakanokwilai, Supervisor of Administration Department to administer this on the Company's behalf in communicating with investor institutions and shareholders including analysts and related government agencies. At present, investors can enquire for any information that is disclosed by the Company by telephone 0 2656 5030 Ext. 427 or E-mail: nannaphat_t@itcity.co.th

5. Responsibilities of the Board

Apart from playing vital part in defining corporate vision, the Board of Directors collaborated with the management in planning the operation in the short and long run, financial policies, risk management and overall corporate image. Moreover, they took part in overseeing, examining and assessing corporate operation and the performance of management team with freedom as they place shareholders' maximum benefits in the first place.

The Board of Directors holds the annual meeting at least four times a year and each meeting must have clear meeting agenda along with necessary document for the Board of Directors to study and consider in advance. Each agenda must be fairly approved based on the benefits of shareholders and related parties by allowing free expression of opinions and reasonable time allocation for debates and opinions from all participants. The Chairman of the Board will appropriately administrate the meeting time as the participation of the Board of Directors has been reported in the annual report. The company's management committee must be present at the meeting to report the operation, propose issues, provide data and comments and acknowledge the policies and decision made by the Board of Directors to implement the policies and plans effectively.

Currently, among 11 committees of the Board of Directors, 4 of them are Independent Directors and 2 of them are Chairman of the Board and President of the Company. The Company selected the members of the Board of Directors based on their supreme qualifications and expertise from various fields, leadership, exceptional vision, morals and ethics, excellent background and ability to express idea without constraints. Moreover, the Company clearly specified duties and responsibilities for each member to optimize their performance.

To direct and oversee tasks which require expertise and freedom, the Board of Directors appointed the Specific Committee to take care of and filter the said tasks. To date, the Specific Committee is the Audit Committee which comprises of 4 Independent Directors. The Company comes up with policy to appoint more Specific Committee as necessary in any changing situation. However, the Specific Committee must report the operating results to the Board of Directors in a given time.

Role of Chairman of the Board and President of the Company, The Chairman of the Board is a leader in terms of defining vision and controlling the performance of top executives. On the other, the President has the main roles to lead management team to perform in accordance with the policies set by the Board of Directors. Therefore, the Company stated these two positions cannot be held one person to clearly separate the roles while enabling the balance of business operation.

The Company has policy to provide the first orientation for the new directors, in order to acknowledge the roles, duty, and responsibility, including giving knowledge, understanding of business and operating in any part of the Company, which is to prepare the readiness to perform duty of the Directors

The Company provided appropriate remuneration for the Board of Directors and Management including monetary and other remunerations. When compared to others in the same industry, the Company can maintain its industrial leadership and disclose clear information in annual report.

The remuneration for the Board of Directors was based on their scope responsibilities and the Company's business performance with approval from shareholders' meeting. On the other hand, the remuneration for management was approved by the Board of Directors based on their scope of responsibilities and the Company's business performance.

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กรุงเทพฯ และปริมณฑล		
1	พันธุ์ทิพย์พลาซ่า ประตูน้ำ ชั้น 5 5 th Floor, Pantip Plaza	Tel. 0-2656-5030
2	เซียร์ รังสิต ชั้น 3 3 rd Floor, Zeer Rangsit Complex, Rangsit	Tel. 0-2992-6800
3	ซีคอนสแควร์ ศรีนครินทร์ ชั้น 1 1 st Floor, Seacon Square, Srinakarin	Tel. 0-2721-8480-8
4	ไอทีมอลล์ ฟอจูนทาวน์ ชั้น 4 4 th Floor, Fortune Tower	Tel. 0-2641-1474
5	เซ็นทรัลพระราม 3 ชั้น 6 6 th Floor, Central Plaza Rama III	Tel. 0-2211-7500
6	เซ็นทรัลบางนา ชั้น 4 4 th Floor, Central Plaza Bangna	Tel. 0-2399-0020
7	เดอะมอลล์ งามวงศ์วาน ชั้น 5 5 th Floor, The Mall Ngamwongwan	Tel. 0-2550-1111
8	ไอทีพลาซ่า สำโรง สมุทรปราการ ชั้น 4 4 th Floor, IT Plaza Samrong	Tel. 0-2394-0111
9	ไอทีสแควร์ หลักสี่พลาซ่า ชั้น 2 2 nd Floor, IT Square Laksri Plaza	Tel. 0-2576-0576
10	สยามพารากอน ชั้น 4 4 th Floor, Siam Paragon	Tel. 0-2610-9866
11	ฟิวเจอร์พาร์ครังสิต ชั้น 3 3 rd Floor, Future Park Rangsit	Tel. 0-2958-0666
12	พันธุ์ทิพย์พลาซ่า งามวงศ์วาน ชั้น 4 4 th Floor, Pantip Plaza Ngamwongwan	Tel. 0-2953-5395
13	เดอะมอลล์ รามคำแหง ชั้น 4 4 th Floor, The Mall Ramkhamhang	Tel. 0-2369-3199
14	แฟชั่นไอส์แลนด์ ชั้น 3 3 rd Floor, Fashion Island	Tel. 0-2947-5955
15	เดอะมอลล์ บางแค ชั้น 3 3 th Floor, The Mall Bangkae	Tel. 0-2454-1884
16	เมกา บางนา ชั้น 2 2 nd Floor, Mega Bangna Shopping Center	Tel. 02-105-1699
17	ซีคอนสแควร์ บางแค ชั้น 3 3 rd Floor, Seacon Bangkae	Tel. 0-2458-2618
18	เซ็นทรัลพลาซ่า แจ้งวัฒนะ ชั้น 4 4 th Floor Central Plaza Chaengwattana	Tel. 0-2835-3425
19	เซ็นทรัลพลาซ่า พระราม 2 ชั้น 3 3 rd Floor Central Plaza Rama II	Tel. 0-2872-4590
20	เทสโก้โลตัส ปิ่นเกล้า ชั้น 3 3 rd Floor, Tesco Lotus Pinklao	Tel. 0-2884-6591
21	ฟอร์จูนเมอร์คิวรี่ อาคารฟอร์จูนทาวน์ ชั้น 4 4 th Floor Fortune Mercure, Fortune Tower	Tel. 0-2642-1603
22	บิ๊กซี ซูเปอร์เซ็นเตอร์ กัลปพฤกษ์ ชั้น 1 1 st Floor, Big C Supercenter Kanlapaphruek	Tel. 0-2416-4652
23	เซ็นทรัลพลาซ่า เวสต์เกต ชั้น 2 2 nd Floor, Central Plaza West Gate	Tel. 0-2194-2835
24	เดอะมอลล์ บางกะปิ ชั้น 3 3 rd Floor, The Mall Bangkapi	Tel. 0-2734-2338
25	เซ็นทรัลพลาซ่า ปิ่นเกล้า ชั้น 2 2 nd Floor, Central Plaza Pinklao	Tel. 0-2884-7008

26	เดอะคริสตัลพาร์ค ชั้น 3 ศูนย์การค้าคริสตัลพาร์ค 3 rd Floor, The Crystal Park Department Store	Tel. 02-040-7891-2
27	โรบินสัน ศรีสมาน นนทบุรี ชั้น 2F 2F Floor, Robinson Srisaman Department Store Nonthaburi	Tel. 02-501-5807
28	เทสโก้โลตัส ลาตพราว ชั้น 2 2 nd Floor, Tesco Lotus Ladprao	Tel. 02-513-6657
29	เทสโก้โลตัส แจ้งวัฒนะ ชั้น 1 1 st Floor, Tesco Lotus Chaeng Watthana	Tel. 02-573-3980
30	เทสโก้โลตัส บางแค ชั้น 2 2 nd Floor, Tesco Lotus Bangkae	Tel. 061-4108162
31	พันธุ์ทิพย์พลาซ่า 2 ชั้น 1 1 st Floor, Pantip Plaza	Tel. 02-254-9780
ภาคกลาง		
1	นาซ่ามอลล์ สุพรรณบุรี ชั้น 3 3 rd Floor, Nasa Center, Suphanburi	Tel. 0-3550-1211
2	ศูนย์การค้ารอยัลพาร์ค ราชบุรี ชั้น 2 2 nd Floor, Royal Park, Ratchaburi	Tel. 0-3235-0555
3	ทวิกิจคอมเพล็กซ์ สระบุรี ชั้น 3 3 rd Floor, Taweekit Complex, Saraburi	Tel. 0-3631-4400
4	ไชยแสงดีพาร์ทเมนต์ทิสโตร์ สิงห์บุรี ชั้น 3 3 rd Floor, Chai Saeng Department Store, Singburi	Tel. 0-3653-0383
5	กนกกาญจน์ดีพาร์ทเมนต์ทิสโตร์ กาญจนบุรี ชั้น 3 3 rd Floor, Kanockan Department Store, Kanchanaburi	Tel. 0-3451-2512
6	เทสโก้โลตัส สมุทรสงคราม ชั้น 1 1 st Floor, Tesco Lotus, Samutsongkhram	Tel. 0-3471-2617
7	เทสโก้โลตัส สิงห์บุรี (ท่าวัง) ชั้น 2 2 nd Floor, Tesco Lotus Tha Wung, Singburi	Tel. 0-3651-1262
8	เทสโก้โลตัส สามพราน นครปฐม ชั้น 1 1 st Floor, Tesco Lotus Samphran, Nakhonpathom	Tel. 0-3431-2074
9	เทสโก้โลตัส สุพรรณบุรี ชั้น 1 1 st Floor, Tesco Lotus Suphanburi	Tel. 0-3552-5521
10	ศูนย์การค้าสุขอนันต์ สระบุรี ชั้น 2 2 nd Floor, Suk-anan Park Saraburi	Tel. 0-3671-1922
11	เทสโก้โลตัส ชัยนาท ชั้น 1 1 st Floor, Tesco Lotus Chainat	Tel. 0-5641-2318
12	เทสโก้โลตัส ราชบุรี อยุธยา ชั้น 2 2 nd Floor, Tesco Lotus Rochana, Ayutthaya	Tel. 0-3533-0355
13	เทสโก้โลตัส นครนายก ชั้น 1 1 st Floor, Tesco Lotus Nakhonnayok	Tel. 0-3731-6741
14	โรบินสัน กาญจนบุรี ชั้น 2F 2F Floor, Robinson Department Store Kanchanaburi	Tel. 0-3460-3268
15	บลูพอร์ต หัวหิน ชั้น 3 ศูนย์การค้าบลูพอร์ต ริสอร์ท มอลล์ 3 rd Floor, Blu'port Hua Hin Resort Mall	Tel. 032-908-243
16	เซ็นทรัลพลาซ่า มหาชัย สมุทรสาคร ชั้น 2 2 nd Floor, Central Plaza Mahachai Samut Sakhon	Tel. 034-466827

ภาคเหนือ		
1	เซ็นทรัลแอร์พอร์ต เชียงใหม่ ชั้น 3 3 rd Floor, Central Airport, Chiang Mai	Tel. 0-5320-1990
2	พันธุ์ทิพย์พลาซ่า เชียงใหม่ ชั้น 2 2 nd Floor, Phantip Plaza, Chiang Mai	Tel. 0-5328-8333
3	ท็อปแลนด์อาร์เคด พิษณุโลก ชั้น 2 2 nd Floor, Topland Arcade, Phisanulok	Tel. 0-5522-5385
4	ห้างมาร์คโฟร์พลาซ่า แพร่ ชั้น 3 3 rd Floor, Markfour Plaza, Phrae	Tel. 0-5362-7000
5	เจริญภัณฑ์ดีพาร์ตเมนต์โตร์ พะเยา ชั้น 2 2 nd Floor, Charoenphan Department Store, Phayao	Tel. 0-5448-1188
6	เทสโก้โลตัส รวมโชค เชียงใหม่ ชั้น 1 1 st Floor, Tesco Lotus Ruamchok, Chiangmai	Tel. 0-5324-3276
7	เซ็นทรัลเฟสติวัล เชียงใหม่ ชั้น 3 3 rd Floor, Central Festival, Chiangmai	Tel. 0-5399-8999
8	ท็อปแลนด์ เพชรบูรณ์ ชั้น 4 4 th Floor, Topland, Phetchaboon	Tel. 0-5674-1036
9	เทสโก้โลตัส หล่มสัก เพชรบูรณ์ ชั้น 1 1 st Floor, Tesco Lotus Lom Sak, Phetchabun	Tel. 0-5670-4375
10	เทสโก้โลตัส The Walk นครสวรรค์ ชั้น 1 1 st Floor, Tesco Lotus The Walk, Nakhonsawan	Tel. 0-5638-2219-220
11	บิ๊กซี ซูเปอร์เซ็นเตอร์ พิษณุโลก ชั้น 2 2 nd Floor, Big C Supercenter, Phisanulok	Tel. 0-5530-1305
12	กาดคำ แม่ฮ่องสอน ชั้น 1 1 st Floor, Kadkarm, Mae Hong Son	Tel. 0-5361-1989
13	ศูนย์การค้าศรีพงษ์พาร์ค อุตรดิตถ์ ชั้น 1 1 st Floor, Sripong Park Shopping Complex, Uttaradit	Tel. 0-5541-4990
14	หงส์ฟ้าพลาซ่า เชียงราย ชั้น 1 1 st Floor, Hongfah Plaza Chiang Rai	Tel. 0-5373-3530
15	เซ็นทรัลพลาซ่า ลำปาง ชั้น 2 2 nd Floor, Central Plaza Lampang	Tel. 0-5481-1850
16	เซ็นทรัลพลาซ่า พิษณุโลก ชั้น 2 2 nd Floor, Central Plaza Phisanulok	Tel. 0-5533-8615
17	วีลแควร์ นครสวรรค์ ชั้น B B Floor, V-Square Department Store	Tel. 056-233062
ภาคตะวันออกเฉียงเหนือ		
1	ดีคคอม ศรีราชา ชั้น 3 3 rd Floor, Tukcom, Sriracha	Tel. 0-3877-3377
2	สตาร์พลาซ่า ระยอง ชั้น 1 1 st Floor, Rayong Star Complex, Rayong	Tel. 0-3886-1899
3	ดีคคอม พัทยา ชั้น 5 5 th Floor, Tukcom, Pattaya	Tel. 0-3872-4111
4	ฮาร์เบอร์มอลล์ แหลมจันทน์ ชลบุรี ชั้น 3 3 rd Floor, Harbor Mall Lamchabang, Shopping Complex, Chonburi	Tel. 0-3849-3516
5	อาคารตะวันออกคอมเพล็กซ์ ฉะเชิงเทรา ชั้น 2 2 nd Floor, Eastern Complex, Chachoengsao	Tel. 0-3882-3900
6	ดีคคอม ชลบุรี ชั้น 3 3 rd Floor, Tuk Com, Chonburi	Tel. 0-3818-4031
7	เทสโก้โลตัส แกลง ระยอง ชั้น 1 1 st Floor, Tesco Lotus Klaeng, Rayong	Tel. 0-3867-0488
8	แหลมทองช้อปปิ้งพลาซ่า ชลบุรี ชั้น 2 2 nd Floor, Laemtong Shopping Plaza, Chonburi	Tel. 0-3815-3811
9	โรบินสัน ปราจินบุรี ชั้น 2 2 nd Floor, Robinson Department Store Prachinburi	Tel. 0-3745-4867
10	ดีคคอม ศรีราชา 2 ชั้น G G Floor, Tukcom Kosa	Tel. 0-3831-2596
11	เซ็นทรัลพลาซ่า ระยอง ชั้น 2 2 nd Floor, Central Plaza Rayong	Tel. 0-3894-2718

12	ฮาร์เบอร์ พัทยา ชั้น 3 ศูนย์การค้าฮาร์เบอร์ พัทยา 3 rd Floor, Harbor Pattaya Department Store	Tel. 038-195-979
13	เทสโก้โลตัส บ่อวิน ชลบุรี ชั้น 1 1 st Floor, Tesco Lotus Bo Win Chonburi	Tel. 038-198-437
ภาคตะวันออกเฉียงเหนือ		
1	คลังพลาซ่า จอมสุรางค์ นครราชสีมา ชั้น 5 5 th Floor, Klang Plaza, Nakhon Ratchasima	Tel. 0-4426-0666
2	บิ๊กเจียงหนองคาย ชั้น 2 2 nd Floor, Big Jieng, NongKhai	Tel. 0-4246-4967
3	เดอะมอลล์ นครราชสีมา ชั้น 3 3 rd Floor, The Mall, Nakhonratchasima	Tel. 0-4439-3433
4	เซ็นทรัลพลาซ่า ขอนแก่น ชั้น 5 5 th Floor Central Plaza Khonkhan	Tel. 043-288144
5	ศูนย์การค้าดีคคอมแลนด์มาร์ค อุตรธานี ชั้น 1, 3 1 st , 3 rd Floor, Landmark Plaza Tukcom Udon Thani	Tel. 0-4224-7313
6	ทวิจิสซูเปอร์เซ็นเตอร์ บุรีรัมย์ ชั้น 1 1 st Floor, Taweekit Supercenter, Buriram	Tel. 0-4460-2271
7	เสริมไทยคอมเพล็กซ์ มหาสารคาม ชั้น 2 2 nd Floor, Sermtai Complex, Mahasarakham	Tel. 0-4397-0721
8	ดีคคอมโมะกะ 2 ขอนแก่น ชั้น 2 2 nd Floor, Tukcom Kosa II Khonkhan	Tel. 0-4338-9380
9	โรบินสัน ร้อยเอ็ด ชั้น 2 2 nd Floor, Robinson Department Store, Roi-Et	Tel. 0-4354-0872
10	โรบินสัน มุกดาหาร ชั้น 2F 2 nd Floor, Robinson Department Store, Mukdahan	Tel. 08-5667-4975
11	โรบินสัน บุรีรัมย์ ชั้น 2F 2F Floor, Robinson Department Store, Buriram	Tel. 0-4460-0659
12	เซ็นทรัลพลาซ่า อุตรธานี ชั้น 2 2 nd Floor, Central Plaza Udon Thani	Tel. 0-4292-1336
13	เทสโก้โลตัส พัทธภูมิพิสัย มหาสารคาม ชั้น 1 1 st Floor, Tesco Lotus Phayakkhaphum Phisai Mahasarakham	Tel. 043-791-590
14	เทอร์มินอล 21 นครราชสีมา ชั้น 3 3 rd Floor, Terminal 21 Nakhonratchasima	Tel. 044-498-959
15	บิ๊กซี ซูเปอร์เซ็นเตอร์ ร้อยเอ็ด ชั้น 1 1 st Floor, Big C Supercenter Roi-Et	Tel. 043-624-711
16	เทสโก้โลตัส ยโสธร ชั้น 1 1 st Floor, Tesco Lotus Yasothorn	Tel. 045-711-282
17	เซ็นทรัลพลาซ่า นครราชสีมา ชั้น 2 2 nd Floor, Central Plaza Nakhon Ratchasima	Tel. 044-229389
ภาคใต้		
1	โฮมเวิร์ค ภูเก็ต ชั้น 1 1 st Floor, Home Work, Phuket	Tel. 0-7630-4295
2	เทสโก้โลตัส เวียงสระ สุราษฎร์ธานี ชั้น 1 1 st Floor, Tesco Lotus Wiangsa, Suratthani	Tel. 0-7725-7263
3	เทสโก้โลตัส สงขลา ชั้น 1 1 st Floor, Tesco Lotus, Songkhla	Tel. 0-7430-7961
4	บิ๊กซี ซูเปอร์เซ็นเตอร์ ตรัง ชั้น 2 2 nd Floor, Big C Supercenter, Trang	Tel. 0-7558-1933
5	เทสโก้โลตัส ฉลอง ภูเก็ต ชั้น 1 1 st Floor, Tesco Lotus Chalong, Phuket	Tel. 0-7637-4654
6	เซ็นทรัลเฟสติวัล หาดใหญ่ ชั้น 3 3 rd Floor, Central Festival, Hatyai	Tel. 0-7433-9713
7	เทสโก้โลตัส สามกอง ภูเก็ต ชั้น 1 1 st Floor, Tesco Lotus Samkong, Phuket	Tel. 0-7630-4477
8	เซ็นทรัลพลาซ่า นครศรีธรรมราช ชั้น 2 2 nd Floor Central Plaza Nakonsrithammarat	Tel. 075-392757

BEYOND EXPECTATION