



C O N N E C T

YOUR BUSINESS



C O N T I N U E

YOUR SERVICE

C R E A T E

YOUR OPPORTUNITY

CS LOXINFO ANNUAL REPORT 2017



**With deepest sorrow and condolences on
the passing of our beloved
King Bhumibol Adulyadej**



**The Board of Directors, Management and Staff
CS LoxInfo Public Company Limited**

Credit : Sila Piyatammarat

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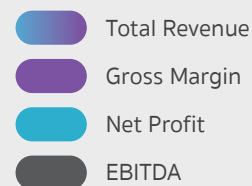
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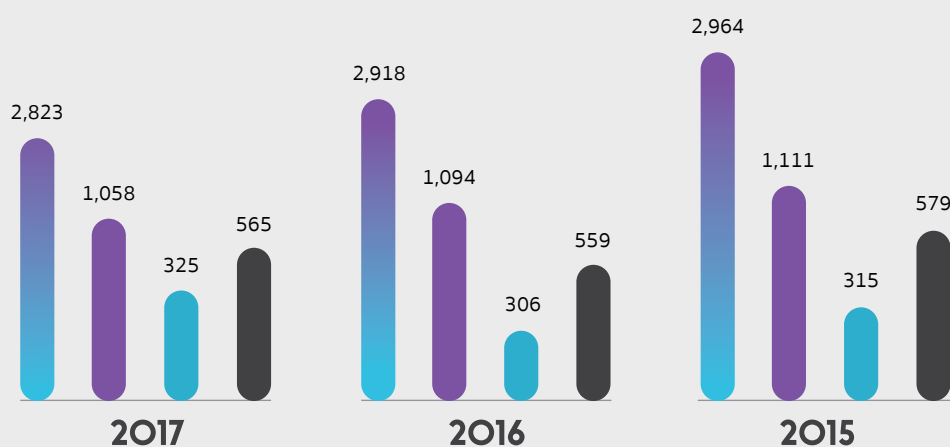
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FINANCIAL HIGHLIGHTS



Unit: Million Baht

OVERALL BUSINESS PERFORMANCE OF CORE PRODUCTS (CONSOLIDATED FINANCIAL STATEMENT)



TOTAL REVENUE

2017	2,823
2016	2,918
2015	2,964

GROSS MARGIN

2017	1,058
2016	1,094
2015	1,111

NET PROFIT

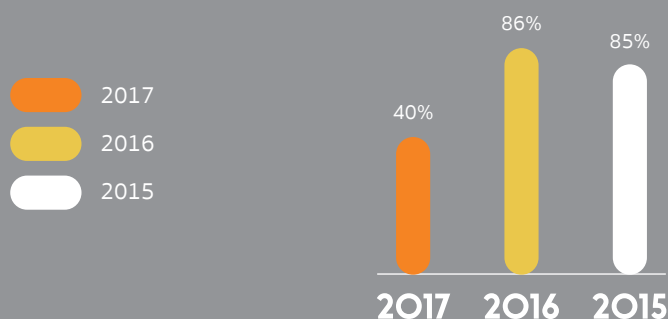
2017	325
2016	306
2015	315

EBITDA

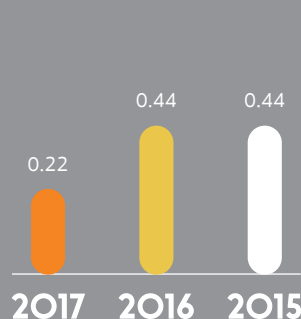
2017	565
2016	559
2015	579

DIVIDEND PAYMENT

THE COMPANY'S DIVIDEND PAYMENTS DURING THE PAST THREE YEARS ARE AS FOLLOWS:



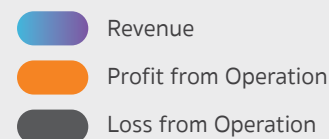
PAYOUT RATIO (%)



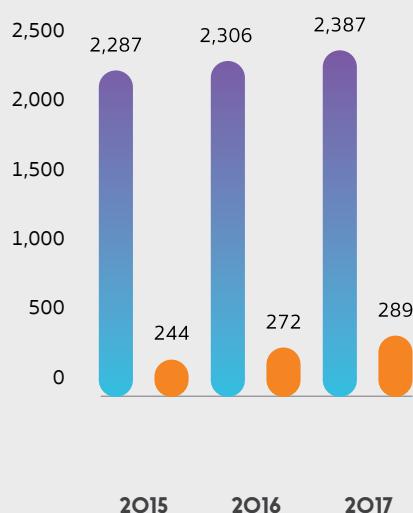
DIVIDEND PER SHARE (BAHT)

* Payout Ratio Calculated from the Separate Financial Statement

THE COMPANY'S OPERATING RESULTS FOR 2017



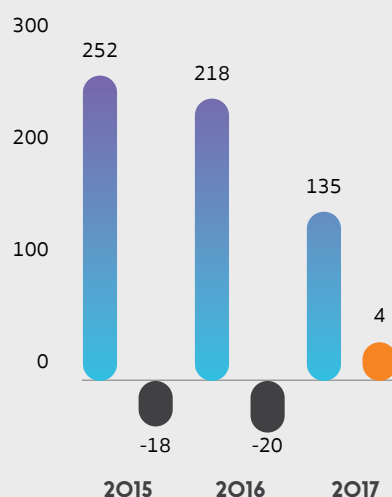
Unit: Million Baht



ICT BUSINESS

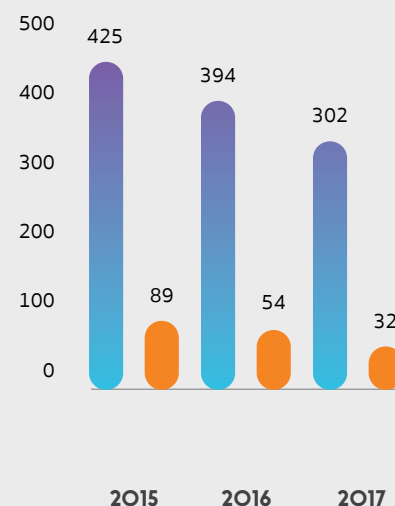
Revenue and profit from operation for year 2017 grew up 4% and 6%, respectively. This was mainly come from the continuous growth of Data Center, ICT Solution and Cloud Computing and high-speed internet for condominiums, which had good response from our customers, in parallel with, an efficient in cost management and SG&A control.

For Y2017, The Company had continued to focus on sales in ICT products/services and continue to expand its Data Center and high-speed internet for condominiums-based customers, in parallel with, develop cloud-computing services and focus on efficiency in cost management and expense controls.



YELLOWPAGES BUSINESS

Bottom line had turnaround to positive of Baht 4 million. This resulted from the also restructuring its organization chart and its business from discontinuing advertising sales in "Thailand YellowPages" to focus only online media, and transferring print media customers to online platform on www.yellowpages.co.th since April 2017.



VOICE INFO SERVICES & MOBILE CONTENT BUSINESS

Revenue and profit from operation for year 2017 decreased 23% and 41%, respectively. This was due to SMS subscription revenue still decreased from technology and mobile phone users' behavior change.

For YellowPages Business and Voice Info Services & Mobile Content Services Business, we will focus on delivering a full range of marketing and sales services through digital media and call center for corporate sector in the future.

PERFORMANCE HIGHLIGHTS

GENERAL INFORMATION

The Company and its subsidiaries are as follows;

- **CS LoxInfo Public Company Limited:** operates ICT business by providing distinguished internet, computer and telecommunication services to corporate customers with focusing on quality services and flexibility to meet customers' need. At the present, the major customers are medium to large business groups.
- **Teleinfo Media Public Company Limited:** operates advertising business integrating publications and websites (YellowPages). The major customers are medium to small business groups. Currently, TMC had discontinued print media to focus only online media and digital media, and transferring print media customers to online platform on www.yellowpages.co.th.
- **AD Venture Public Company Limited:** operates mobile content business by providing information, entertainment and application for mobile phone users. The major customers are mobile phone users.

In addition, TMC and ADV have a related service, which is Outsourcing Call Center service. The content in this annual report was divided into three segment based on our core businesses, which are ICT, YellowPages and Mobile Content. By the way, Outsourcing Call Center service that is the related service between TMC and ADV has been group together with Mobile Content and reported as Voice & Mobile Content Business segment in order to make it easy for overall business understanding.



SOCIO-ECONOMIC DEVELOPMENT

CS LoxInfo Public Company Limited has been operating with the aim to adhere to good governance towards all aspects of economy, society, community and environment. This goal has been embedded in Company's strategy in order to create operational sustainability, products & services development and continuous innovation. This will add value to the Company and lead to maximum benefit of all stakeholders without any negative impact towards society and community.

To maintain good governance, the Board of Directors has assigned a dedicated committee to study and monitor each of the aspects. A Sustainable Development Committee (SDC) has been appointed to take full responsibility towards community and society. The team has applied His Majesty King Bhumibol Adulyadej's "Sufficient Economy Philosophy" to Company operations and believes "If society is well-maintained and nature is well preserved, the sustainable growth will occur."

During 2017, the Company has been continuously elevating the social equality by issuing human rights policy. Also, we are committed to the universal declaration of human rights by United Nations by managing business without any violation of human rights. The Company's human rights policy focuses on treating all employees and counterparts with equality within our organization, supply chain, community or society. We support equality by partnering with the Office of Non-formal and Informal Education of Huai khwang District, the Northern Regional Institute for non-formal and informal education and the Faculty of Software Engineering, Lampang Rajabhat University to provide information technology workshops by our employees to the students. We have also been continuing the activities for the community ICT (Information and Communication Technology) center such as teaching E-Marketing to general public, as well as learning the process called "Edible Knowledge (Knowledge Management and Development)". Through this process, people have gained know-how and expertise. The products which are produced locally are purchased by the Company to include in the new year gift hampers given to customers.



Moreover, we have appointed the Environmental Committee to set environmental objectives and targets, improve environmental performance and continual conservation of natural resources and energy. We have promoted “WE SAVE”, the resources conservation campaign to employees, also incorporated over twenty IT systems such as Salesforce system, Customer care system, Meeting rooms booking system and Online pay slip system which all leads us closer to the paperless office. To reduce the usage of paper, we have also encouraged staff to use both sides of the paper. In addition, to bring awareness of energy saving, we have launched the “3 P’s Campaign” to encourage staff to switch off the light when they are not using them and adopt waste management practice via electronic (e-waste) which will enable the Company to effectively recycle the wastes. We have taken all stakeholders into account as we believe “Teaching people how to fish, rather than providing them with the fish is the best approach for sustainable development”

CORPORATE GOVERNANCE

Significant Corporate Governance activities of the year 2017 are as follow:

- The Board of Directors has implemented framework and conducted 5 sustainable development policies to be in line with the international standard; 1.) Corporate Sustainability Development Policy 2.) Environmental Management and Conservation Policy 3.) Tax Policy 4.) Human Rights Policy and 5.) Supplier Code of Conduct for Sustainability.
- The Company had submitted a recertification of a membership of the Private Sector Collective Coalition against Corruption Project and the Company passed the assessment of the recertification for another 3 years.
- The Board of Directors has pushed the subject of “sustainability” as a part of the Company’s key performance indicators [KPI] to ensure that corporate sustainability is measured in a tangible and clear manner for the results of such operation, the company has passed the Global Reporting Initiatives (GRIs) Sustainability Assessment and has been awarded Thailand Sustainability Investment (THSI).
- Control Self Assessment – CSA: The Company has implemented the control self assessment or CSA since the year 2014 to support the good internal control of the company and it has continued to expand in every year. For the year 2017, there are 8 processes have been implemented and the total are 26 processes. The work process which has been implemented the CSA was discovered that it has been improved and developed for more effective and efficient.

Additional details were described in “Management Structure” page 57- 82

AWARDS AND ACHIEVEMENTS



NACC INTEGRITY AWARDS

CS LoxInfo Public Company Limited has been granted with NACC Integrity Awards for three consecutive years (2015-2017), from the Office of National Anti-Corruption Commission (NACC). Mr. Anant Kaewruamvongs, Chief Executive Officer and Managing Director represented company to receive the prestigious award from the 7th NACC Awards 2017. The NACC presents the annual awards to public and private organizations for their outstanding achievements in integrity and anti-corruption under “Developing Anti-Corruption Society” framework.

This NACC Integrity Awards honor government agencies, state enterprises, institutions and private companies whose operations are recognized as a model for integrity and transparency. The Awards also aim to boost their morale and upgrade Thailand’s transparency to the international standards, as well as promote Good Corporate Governance, Code of Conduct and Corporate Social Responsibility (CSR). The Commission believes that the presentation of the Awards is an effective way to prevent and suppress corruption in the country.



CAC RECERTIFICATION

In addition, Company has been certified as a member of Thailand’s Private Sector Collective Action Coalition Against Corruption (CAC) since 2014. In 2017, the Company passed the assessment to renew its membership certification and received the certificate on 21 November 2017. To get certified, Company had to go through a self-evaluation process, which will be reviewed and approved by Chairman of Audit Committee, for setting up policies and guidelines for corruption prevention and for completing the required documents as per CAC criteria. The CAC project was established with the aim to create awareness among private sectors about corruption solutions which will consequently put pressure on government agencies to reform. The Coalition is an initiative of cooperation among private sectors for anti-bribery and fight against using corruption as a tool to obstruct fair business competition and free trade. Every company will start by following three mission statements each has announced. The first step in solving corporate corruption is to set policies and put in place an appropriate internal control system based on corruption risks. To become a CAC member, every company has to implement or review their internal control system as per the requirement of self-evaluation of 71 items. Also, they need to get third parties, either Chairman of Audit Committee or External Auditor, to review the accuracy and the completeness of documentation before submission to CAC Council for endorsement.

The benefits of getting CAC certification are: collaborating to prevent and control risks, caused by corruption, including effects on reputation and legal penalty; promoting transparency business culture among private sectors; building up company’s reputation and credibility; creating an open and fair working space for healthy competitiveness; boosting qualified employees’ retention; attracting more investors; and maintaining the long term investment retention.

CAC is short for Collective Action Coalition against corruption which is the initiative supported by the Government and the Office of National Anti-Corruption Commission (NACC) since 2010. The project was initiated through the cooperation of Thai Institute of Directors Association (IOD), Thai Chamber of Commerce (TCC), Joint Foreign Chambers of Commerce (JFCCT), Listed Companies Association, Thai Bankers' Association, Federation of the Thai Capital Market Organizations, Federation of Thai Industries and Tourism Council of Thailand. These eight associations have assigned IOD as their secretariat. The CAC project is also supported by the Center for International Private Enterprise (CIPE) in the United States of America.



THAILAND SUSTAINABILITY INVESTMENT AWARDS

The Company's policies are all about operations with the aim to adhere to good governance towards all aspects including economy, society, community and environment. This goal has been embedded in Company's strategy in order to create operational sustainability, products&services development and continuous innovation. This will add value to the Company and leads to maximum benefit of all stakeholders. Gearing toward sustainability development, CS LOXINFO has been granted with Thailand Sustainability Investment 2017 Awards as a listed company on SET that exhibits the sustainability

development. CS LOXINFO is one of sixty-five companies which passed the assessment criteria conforming to Global Reporting Initiatives (GRIs). In 2017, the Stock Exchange of Thailand (SET) continues to underline its commitment to develop Thai listed firms' quality towards sustainable growth by announcing Thailand Sustainability Investment (THSI) 2017 list, showcasing Thai listed companies with outstanding performance on Environmental, Social and Governance (ESG) aspects. This will be an alternative view for investors who value the idea of sustainability investment to use ESG as the investment factor together with the financial performances analysis for the long term sustainable return.

Besides good corporate governance, Company has been focusing on services by providing high quality internet services to meet customer's requirements. Also, we offer comprehensive array of ICT services including internet, computer and communication, by giving the first priority to the services quality rather than the price competition. The effective marketing strategy is the key of services. We focus on having diverse business partnerships and forming good and open - minded relationships with both domestic and foreign business partners whether it be in - country or overseas service providers, or world - class ICT product owners. We do not adhere to a single technology or a service provider as we essentially take into account our customers' needs and maximize efficiency of their utilization. Last year, CS LOXINFO has been granted with several awards from our business partners as a recognition of our services quality delivered to customers, for example:



PLATINUM PARTNER OF THE YEAR 2017

The platinum partner of the year 2017 award was granted from Fortinet International Inc. (Thailand), an IT equipment manufacturer. In 2016, CS LOXINFO has achieved the highest purchase orders for Firewall category under Fortinet brand.



HIGHEST GROWTH AWARD FY2016- NETWORK PRODUCT

Highest Growth Award was granted from SYNEX, a distributor of computer software, information system and communication equipment, for the highest purchase orders of ICT equipment relating to Network Product such as Switch, Router, Access point and Cable.



BEST DEALER AWARD 2016

The award was granted from VST ECS to the business partner achieving the highest purchase orders throughout the year 2016. VST ECS, an IT products importer and distributor, is one of our business partners.



CS LOXINFO RECEIVED CERTIFICATION FROM OFFICE OF THE NON FORMAL AND INFORMAL EDUCATION

Office of the Non-Formal and Informal Education of Huai kwang district has granted a certification to CS LOXINFO as the recognition of educational support at Pracharat Bamphen meeting room, Huai kwang District Office.

VISION

Strive towards long term sustainability
By continuous development and innovation,
And with social responsibility. To bring
happiness to our customers and employees.
And make reasonable profits for our
shareholders



MISSION



LONG TERM GOAL

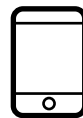
Our corporate objective or long term goal
is to develop and provide quality product
and service, in order to be the leading ICT
service provider, satisfied and trusted by our
customers, in accordance with our vision



CSL

**CS LOXINFO
PUBLIC COMPANY
LIMITED**

A leading provider of
ICT in Thailand



ADV

**AD VENTURE
PUBLIC COMPANY
LIMITED**

&



TMC

**TELEINFO MEDIA
PUBLIC COMPANY
LIMITED**

Digital sales &
Marketing services &
Solutions

OVERALL BUSINESS DIRECTIONS

Mainly moving toward ICT strength and penetrating into potential target groups

TMC/ADV

DIRECTION

To develop products & services coordinating with ICT business

Cloud solutions for advertising, e-commerce; cloud solutions for mobile office

TARGET

SMEs group

CS LOXINFO

DIRECTION

PROPELLING NEW GROWTH High-speed internet for condominiums in Bangkok areas (focus on competitive groups and locations)	DEVELOPING EXISTING SERVICES Cloud computing system data center, leased line internet (main service lines)	INCUBATING NEW BUSINESS Cloud solutions, research and development, promotions, and business partnership (hotel management system, accounting system, ERP, POS, CRM etc.)
GENERAL CUSTOMERS	CORPORATE CLIENTS	SMEs GROUP





**Mr. Wichian
Mektrakarn**

Chairman of
the Board of Directors

**Mr. Paiboon
Panuwattanawong**

Chairman of
the Executive Committee

MESSAGE FROM CHAIRMAN

OF THE BOARD OF DIRECTORS AND CHAIRMAN OF THE EXECUTIVE COMMITTEE

CS LOXINFO strives to become the leader of the comprehensive range of ICT services (internet, computer, and telecommunication) in order to respond to the development of the digital system of Thailand for the purpose of the country's ability to sustainably compete with many countries. Under the circumstance where the information technology is a key mechanism driving the country, the Company consequently gives priority to the promotion of business organizations so that they can efficiently carry out their businesses in the digital age with an emphasis on the development of digital products and services on a continuous basis in parallel with the maintenance of the performance of profitability for the shareholders. In the recent year, the Company managed to make a total income of Baht 2,823, with the profit of Baht 325, equal to the profit per share of Baht 0.55 per share.

In developing the products and services in 2017, the Company has expanded its investment in the construction of the 2nd building of "THE CLOUD Data Center" located at Ratchada - Ramintra Road to provide the growing cloud computing services that have quickly expanded. The Data Center of Building B gives priority to the stability and high credibility that correspond to the Uptime Institute Tier 3, equivalent to THE CLOUD Data Center of Building A, along with a backup space to function as a disaster recovery office to serve the customer in case of inaccessibility to the normal working facilities. In addition, it also gives priority to the greenhouse effect. For the ICT solution services in 2017, the Company is the first company that has launched a firewall system

on the cloud computing platform for the purpose of providing prevention against any threats becoming more serious according to the technological advancement. Further, in 2017, the Company has expanded its services into the individual customer group with high-speed Internet for condominiums under the name NET X that has been expanded into Sukhumvit, Petchaburi, Ladprao, Ratchada, Sathorn, Taksin, Thapra, and Ngamwongwan roads in order to serve the customers' need that has continuously grown. Today, this service is provided in more than 400 condominiums with more than 20,000 customers who use it.

Moreover, the Company has an objective to provide the 3C Services including Connect, Continue, and Create for the best interests of customers from their consumption of ICT services for their business operations. Connect is the first goal, which is considered the Company's fundamental service because the Company mainly provides the internet service. Therefore, the internet connectivity must be efficient and highly secure. The next goal is Continue of the system which must continuously work, regardless of any occurrence, so that customers' organization can continue its operations without impact, regardless of in the aspect of the system or the data security. Lastly, Create, the top priority goal, is what the Company needs customers to receive with the presentation of a new service model that they can utilize to develop their business. The Company also provides corporate advices and suggestions on the ICT solution application for the carrying out of the business, and anticipates the benefits of the utilization of its services, regardless of internet, virtualization, and cloud computing or other services, for

the development to create opportunities and innovations for the purpose of ability to generate more business profits based on the existing ones.

The Company not only develops its products and services, but also strives to carry out its management in an objective of the sustainable development in accordance with the framework and the code of conduct of the good corporate governance with an emphasis on the 3-dimensional business management including the economic, social, and environmental dimensions, which are an integral part of the business strategy to create the business sustainability and product and service development for further improvement of many innovations in the organization. This would create an added value and be functionally implemented for the best interests of the stakeholders in all segments inclusive of customers, communities and the society in absence of ensuing impacts. As part of the control mechanism implemented by the Board of Directors in accordance with the good corporate governance policy, the Board of Directors appoints a sub-committee to carry out a study and verification on the operations of the Board of Directors. In terms of the responsibility for the community and society, the Committee of Corporate Governance for Development and Sustainability and the working team of the sustainable development are appointed to perform under the Charter of the Committee of Corporate Governance for Development and Sustainability. For the environment, the Company appoints a working team of the environment to take care of the environmental issues within the organization and to bring about awareness, among the employees, on the importance of the resources.

The Company thanks the shareholders, investors, customers, business partners, and partner companies for being an important part of promoting the Company's growth and trusting us as always. The Company also thanks for the determination and dedication of the management and every individual employee in their works. The Company promises that it will carry out the business with respect to the good corporate governance principle for the purpose of bringing about the sustainable success in the Company's business further.

BUSINESS OVERVIEW & REVENUE STRUCTURE RATIO

CSL

CS LOXINFO PUBLIC
COMPANY LIMITED

Company has always operated businesses by focusing on customer needs and requirements. Our operations are performed to ensure that the customer expectations are met in the Digital Economy era or Thailand 4.0. Thus, we have set up strategies to provide 3C services: "Connect", "Continue" and "Create" by developing an Internet network, a computer center, various ICT Solutions, as well as a development team to ensure that we follow the international standards (ISO).

1. CONNECT

1.1 Internet for Corporate Customers

As we are all aware of, the use of the Internet is necessary and is becoming more and more important. Almost everything in our daily life is connected through Internet. Company is dedicated to developing and providing high-quality Internet services for corporate clients, which are accountable for greater than 50% of company income. Currently, there are more than 5,000 customers or more than 3,000 companies. We focus on services quality, technical services for both before and after sales, as well as related systems such as email, security system, etc. for them.

Over the past year, Company has significant developments as follows:

- Company has expanded its Internet access point to Malaysia from the connection point in Singapore. This has enhanced efficiency in Google and Microsoft usages;
- Company has joined global social media providers and data providers such as Facebook and Netflix;
- Company has developed and extended local data storage (Cache) through its network, giving better efficiency in customer usages;

- Company has supported Bangkok Neutral Internet Exchange (BKNIX) to develop local Internet access points at company's data center. The BKNIX has increased options and improved for the better local internet access and usage in the long run.
- Company has cooperated with Singaporean partners to provide cloud connectivity services such as AWS, Microsoft, IBM, etc. The services are ideal for enterprise customers who are using foreign cloud such as financial institutions, factories, etc.
- Company has partnered with global security solution provider launching the first full-service cloud firewall (Palo Alto Cloud Firewall) in the country. This includes the storage of computer traffic which helps users saving money and time in equipment investment and maintenance.

1.2 High-Speed Internet for Condominium Residents

Company is proud to offer high quality services at low cost by using the same principle as that of the low cost airlines operate. The principles have key features as follows:

- Economical price because it is not sold with extra services that customers do not want. Unlike the case of the requirement for the house on land, there is no cost for wiring in each of the rooms
- High quality services because of that customers living in condominiums are often using Internet after working hours which is different time from that of corporate customers. Thus, company has more bandwidth to provide services with greater efficiency
- Coverage of more than 400 condominiums in Bangkok or more than 200,000 units; this brings total number of users to over 100% or more than 20,000 users.

In addition, Company has expanded the services into serviced apartments and small hotels. We expect the continual growth from this section and this will be a source of a main income for our Company.





2. CONTINUE

2.1 Data Center

Most companies in Thailand have started to gradually migrate their servers to data centers. This is to support the growth of online trading and services. Also there is a need to back up systems in case there is an occurrence of a problem in the main system. Company's operations are relying on IT systems and should be run without interruption. The data center must have a backup power system and a cooling system that meets standards for a data center in terms of the on-going efficient operations.

With more than 300 customers, the revenue from the data center is growing progressively. Data Center uses more than 550 racks, as well as more than 10,000 server devices. Customers choose our services because our data center has a high security and is located in Bangkok. Our main growing customers are in the E-commerce sector, Logistics, Financial Institutions and System Integrators.

Over the past year, Company has significant developments as follows:

- We have expanded the service area on the 4th floor of "THE CLOUD Data Center" Building A to accommodate 150 more rack
- We have built another data center "THE CLOUD Data Center" Building B, targeted to complete in 2017, which will accommodate another 350 racks
- We have increased the national Internet bandwidth to 500 Gbps in order to support the drastic growth
- We has been certified by ISO 22301 (Business Continuity Management System), in addition to ISO 27001 (Information Security Management System), ISO 20000 (Service Management System) and ISO 9001 (Quality Management System)

2.2 Cloud Services

Cloud services, especially virtual servers have been supremely growing in Thailand. Currently, Company has over 200 customers or more than 400 servers provided. Customers do not need to invest in buying servers and the cloud system is still in a working environment that is consistent with international standards.

Over the past year, Company has significant developments as follows:

- Company has partnered with an overseas company launching DR as a Service and Backup as a Service which allow customers to continuously and promptly working when computer system problems occur
- Company has been certified by ISO 22301 (Business Continuity Management System), in addition to ISO 27001 (Information Security Management System), ISO 20000 (Service Management System) and ISO 9001 (Quality Management System)
- Company has been partnered with global security solution providers launching the first full-service cloud firewall (Palo Alto Cloud Firewall) in the country which is suitable to our customers who have several business branches.





3. CREATE

3.1 ICT Solution

Nowadays our customers using the internet services have a need for greater integrated ICT solutions to achieve the most appropriate and cost-effective ICT systems. In addition, in the era of IT 4.0, IT will help organizations developing digital products and services more efficiently. The right partners are required for helping to design and maintain the IT system.

Company has led our skill and expertise in ICT management to the next level by offering ICT solutions to enterprise customers who use our existing Internet service. About 25% of the company's revenue comes from the rollout of these ICT solutions.

Popular ICT Solutions over the past year

Server Consolidation

- This reduces the number of servers in organization which is economical and easy for maintenance
- It can be improved for Private Cloud systems
- The major partners are Dell, HP, Microsoft and VMware

WiFi System for Hotels, Offices and Warehouses

- It is easy for maintenance
- It starts a sensor connection for Smart Logistic
- The major partners include Aruba, Cisco and Ruckus

Smart CCTV System

- It comprises a integrated camera model, software and fiber network
- Besides security, it can be used for monitoring operations
- The major partners are Axis and Milestone

Information Security System

- It sets the system that fits the needs of customers
- It provides full service including Internet
- The major partners are Fortigate and Palo Alto.

Microsoft Office 365

- Company is a distributor and provides internet services as well.
- It is a growing trend and replaces the license purchasing scheme

IN THE RECENT YEAR, WE, CS LOXINFO, HAVE BEEN GRANTED, FROM OUR BUSINESS PARTNERS, A NUMBER OF AWARDS THAT GUARANTEE OUR QUALITY OF SERVICES DELIVERED TO OUR CUSTOMERS



BEST DEALER AWARDS



HIGHEST GROWTH AWARD PLATINUM PARTNER



VFORUM 2017 : SOCIAL MEDIA SPONSOR CONTEST THE MOST POPULAR AWARD THE MOST ACTIVE AWARD



FORTINET PLATINUM PARTNER OF THE YEAR

INDUSTRY AND COMPETITION CLIMATE

With the support from government by setting a policy to drive digital economy, this has generated long-term growth for ICT market expansion. However, for short-term growth, corporate customers are mostly conservative for investment due to the fact that domestic economy is still showing recovery. Hence, Company is focusing on product and services development providing to our customers. This is to differentiate ourselves among competitors and increase the long-term competitive advantage.

- **Corporate Internet Market:** This is still the price competition market among major telecommunication providers. Company is trying to maintain revenue by focusing on quality of products and services rather than price reduction. We also have cost control to maintain ability to compete, with reasonable price and fair treatment to customers.
- **Data Center Market:** It is the market with high growth rate due to online service, digital content and networking to run business smoothly and continuously. Although there are more than ten competitors, Company is trying to maintain the growth by using several selling points such as our central location in Bangkok, the ability to connect all major providers in order to give more options to customers, as well as our large internet circuit and one-stop service.
- **ICT Solution Market:** This is the big market with consistent growth. Despite high competitions from both domestic and foreign providers, Company has an advantage of having a corporate customer base. We are trying to

maintain growth by using a team of experienced engineers who understand customer needs and fulfill their requirements for both before and after sale. We have worked with global partners such as Microsoft, HP, Cisco, Fortinet, VMware, Huawei, etc.

- **High-Speed Internet for Condominiums:** This is the large market with three or four major players hold more than 95% of market shares. Despite high competition, Company still has good response from customers which has shown in rapid growth. We can operate at low cost because condominium residents use internet at night, which is different from corporate customers whose usage are during daytime or office hours. Thus, Company has opportunity to efficiently manage bandwidth for both periods of time.

BUSINESS GOALS FOR THE NEXT 3-5 YEARS

Company sees the opportunity of business expansion into corporate customers who would like to invest in ICT system in order to pave the way for digital economy. In addition, the company will expand our customer base to individual customers and small and medium enterprises.

- **ICT Solutions:** We provide internet, computer solutions and unified communication. As online trading has gained popularity, as well as social media and Digital Economy policies of the government, Company has expanded investment in ICT for the long run by partnering with world-class product owners to meet with the varying levels of demand.

- **Data Center:** There are high growth in data center services due to the expansion of online services, social network and digital economy driven by the government. This has increasing demand for data centers. In addition, most organizations have started to raise awareness of disaster risk reduction; therefore, there is a need to migrate system to greater secure computer data center.
- **Cloud Computing:** This is a lease for data processing and application services which are big market that could replace hardware and software purchases. This service is still in the early stages for Thailand, thus it has high potential to grow in the long run. Company has developed a virtual server service and partnered with business alliances providing online software services to small and medium enterprise customers, such as hotel management software, human resource management software and software to allocate resources in the organization, etc. Company will continue to improve services in order to meet high demand in the future.
- **High-Speed Internet for Condominiums:** Currently, we have provided services to over 350 condominiums and more than 20,000 customers with a very positive feedback. We then have planned to continue our services expansion to cope up with high growth in the market as internet usage rate in Thailand is still relatively low. In addition, Company will expand our services to serviced apartments or hotels that require internet for residential services.

Teleinfo Media Pcl. is the leader in the comprehensive business database, a medium connecting buyers to sellers under the brand "Thailand YellowPages". We have created all types of product and service database including business to business (B2B), business to consumers (B2C), and the government sector nationwide. In addition, we have developed our digital services to comprehensively move forward in line with the digital age for SMEs entrepreneurs.

THE CORE BUSINESSES:

1. PUBLISHING

- **Factory Supply Guide**, an annual free book, compiles industrial products and services to access to the manufacturers and suppliers of parts, components, and equipment used within factories, as well as industrial service providers.
- **Builder and Construction Guide**, an annual free book, compiles construction products and services to access to the customer group of construction contractors, construction companies, and companies selling construction devices and equipment and other construction-related services.

2. VOICE SERVICES

- **1188 YellowPages Call Center** are response your need with information center answering inquiries about the business's number, shop and person in Thailand by staffs/agents who can communicate in both Thai and English.
- **"2Get 2Load"**, the service that response customers need and want by dialing 1900 222 XXX and infotainment *49XXX including horoscope with the famous fortune teller team, Lottery check-GSB and BAAC, listening to the voice service from dub boxing,

and a variety of information and entertainment services. You can also choose your entertainment all time by telephone and mobile phone such as horoscope, lottery result, sport program, and any service via SMS. This choice is the best way to support your lifestyle.

3. ONLINE YELLOWPAGES AND OTHER WEB-BASED SERVICES

- **www.yellowpages.co.th** The website has been listed on number 1 of business category of Truehits.net continuously. The website provides source of business products and services directory which help to create B2B business opportunities easily in a digital world. It has more than 75 million page views per year or average 200,000 page views per day by providing advertising services as following;
 - ◆ **SuperSite:** The new mobile responsive website has created by the new creator engine. The website creation will be easily produced by only Drag & Drop function on this new creator engine.
 - ◆ **Landing Page:** The basic landing page displays the information of customers' company profile, product and so on.
 - ◆ **Online Catalog:** Online Catalog is a product and service showroom on www.yellowpages.co.th. It offers clear information and pictures. This makes the end-user life easier to search and inquire for the products and services they are interesting at.
 - ◆ **Advertising on YellowPages Website:** The online marketing tools in format of advertisement banner on www.yellowpages.co.th has increasing the advertiser's visibility. The media format are;
 - **Hot Catalog Sponsor:** It displays the online catalog on top position

in the search result page when users entered keyword and also shown on the homepage of www.yellowpages.co.th

- **Yellow Display Network (YDN):** It is the prime position banner on the search result page when users entered keywords on www.yellowpages.co.th.
- **Adsearch:** it is mini banner on the bottom area of the search results based on end-users' entered keyword.
- **AdBanner:** The prime banner provides exciting and eye-catching multimedia banner advertising on homepage of www.yellowpages.co.th.
- **YellowPages Map Search:** It provides location search for business listings of www.yellowpages.co.th on a digital map. The search result is directly linked to Landing Page.
 - ◆ **Thailand YellowPages Mobile Application:** Any users can download the application and search for business information and other related information anywhere on their mobile phones. Such information also consists of locations on map, emergency contact numbers, and promotions of products and services. The users can make a call directly from the application. It is available on both iOS and Android platform.

4. BUSINESS CONSULTANT SERVICE

- **Enterprise Business Management Solutions or EBMS** provides large-sized product management system service that manages more than 1 million items of products to connect to the online world toward buyer networks, branches, trading partners, and manufactures directly to each another. It also helps with a fast, accurate and more efficient sale

management system including 6 main modules enhancing entrepreneurs' performance in their business operations. It opens up the online business world with the e-Commerce system exclusively designed to B2B entrepreneurs with 6 modules as follows:

1. **Customer Account Management Module** for customer group and branch management.
 2. **e-Supplier Module** to manage group of suppliers to service purchasing order or production order to support quantity of business selling
 3. **e-Inventory Module** to manage inventory correctly and precisely with ability to support more than 10,000 merchandises
 4. **Logistics Module** to manage delivery cost and increase effectiveness of delivery process
 5. **Payment Module** to manage payment and to connect to online payment gateway
 6. **Analytics Module** to analyze Real-Time selling report
- **Direct Marketing** and Database rental service ranging from database lease, management and maintenance of database, mailing list, telemarketing service, letter-shopping service to outsourcing call center.
 - **Customer Service** is developed as one of a kind service to strengthen every business like profession, "YellowPages Customer Service", which helps to coordinate seller and buyer through "Information Inquiry" in the showroom and online catalog on www.yellowpages.co.th. This service is aimed for successful negotiation and deal closing, so buyers will not miss any single opportunity.

5. OUTSOURCING CONTACT CENTER SERVICE (OCC)

OCC is a call center system offered by professional personnel to both small and big size businesses. It provides full range of services at lower cost than such business might run the service itself. It has been entrusted to the various agencies, such as food delivery business, life insurance, embassies, telecommunications, superstore and land leasing, etc.

Services can be divided into two categories.

Inbound Call Centers: Services provided for incoming calls

- ◆ **Customer Service Information** provides general information on products and services
- ◆ **Helpdesk** (General Information) provides basic solutions to product problems
- ◆ **Claim / Complaint Handling** receives complaints
- ◆ **Order taking** receives orders and requisitions

Outbound Call Centers: Services provided for outgoing calls

- ◆ **Tele Sales** provides calls to initiate sales
- ◆ **Tele Survey** provides calls for market survey, make appointment, etc.
- ◆ **Cross Up Sell by Tele Sales** provides calls to offer additional products and services

MARKETING ACTIVITIES AND COMPETITIVENESS

TMC was restructured to cope with digital business plan that aim for developing digital service to response to business and consumer needs by improving quality of product and services as follow:

- TMC has a policy to become one of the crucial businesses that push our domestic SMEs to adapt themselves into the digital age with our website service via www.yellowpages.co.th assisting SMEs to be able to create their own websites in the most advantageous budget. TMC emphasizes on development of

new functions to serve more online business transactions i.e. mobile responsive, online catalog, online inquiry and request for quotation.

- Customer Service as a medium of collaboration between buyers and advertisement publishers in the purpose of creating service value for the latter and bringing about utmost satisfaction that will increase the rate of advertisement agreement renewal.
- New digital service development on a continuous basis by increasing large-to-medium-sized product management system to serve B2B e-commerce and create the image of B2B e-Business leadership.

OPPORTUNITIES FOR BUSINESS GROWTH

As the country is stepping to the digital age under the government's policy, it is a new wave to create perception and move it forward to bring about awareness on necessity of business competition amongst entrepreneurs. This is deemed a great opportunity for SMEs to anticipate paths and business opportunities to connect them to operate their businesses via www.yellowpages.co.th where there are a growing number of user bases. It also covers all business industries where TMC has a great number of customer base capable of continue into other digital services of ours. Therefore, there are plenty of business gaps where TMC has the ability to grow afterward.



AD Venture Public Company Limited (ADV) now operates as a content aggregator. Mobile contents which consist of news and entertainment updates are provided under the name of "Shinee.com". It also acts as a portal website providing online information under the name "hunsan.com". Moreover, ADV is the application developer for smartphone users and can develop the customized applications as customers' needs.

ADV IS A CONTENT PROVIDER. ITS OPERATIONS ARE DIVIDED INTO TWO MAIN FORMS.

1. MOBILE CONTENT BUSINESS

ADV provides mobile content service under the brand "Shinee" through all mobile phone networks, namely, AIS, DTAC, True Move and Truemove H. The landline users can also access its audio information so called Audiotex service. The target group is of 15-50 year of age. Options of services are:

1.1 Download the services onto a mobile-phone by entering service code through IVR system, or using SMS download, or visiting wap site <http://wap.shinee.com>. The contents can be downloaded from the menus that linked to wap portal of any networks. After downloading, charges will be collected by the mobile phone network providers which the customers have prior registered. Services are categorized as Ringtone, Ring Back Tone, Graphic and VDO, SMS information service and Horoscope service.

1.2 IVR & Audiotex: The service can be accessed by dialing the number indicated in the advertisement. Customers then need to follow instructions. Services are categorized as following:

- ◆ **Audiotex Horoscope:** is a horoscope service provided by famous fortunetellers. The customers can choose between Live-Horoscope and Non-Live Horoscope.
- ◆ **Audiotex Lottery:** provides the latest result of the Government Lottery, Lottery of Bank for Agriculture and Agricultural Cooperatives, and Lottery of Government Savings Bank.
- ◆ **Audiotex Sport:** offers insight information on various Thai and international sports. Experts in the field are engaged in this IVR service.
- ◆ **Audiotex Charity:** is a charity service for helping AIDS/HIV patients staying at WatPra Baht Nampoo, Lopburi. The customers can make donation by calling 1900-222-200.
- ◆ **Audiotex Entertainment:** provides a variety of entertaining contents from superstar gossip, movie and music, traveling guide etc.
- ◆ **Audiotex SMS:** is a daily horoscope service provided by well-known fortunetellers. Customer can subscribe to receive daily SMS.

2. SMARTPHONE APPLICATION BUSINESS FOR CORPORATE CUSTOMERS

There are 3 services of ADV to provide many smartphone applications for corporate customers as following.

- ◆ **Deals application** is the application that member can collect points and exchange for goods as they want. Member must register and join the activities in this application to collect points and

redeem for prizes. In addition to, this is the new ways to generate more revenue for ADV from the part of advertising sale in this application.

- ◆ Developing applications via mobile phone for corporate customer.
- ◆ Application for communication within the company in form of Office in Your Hand
 1. **VERK Application** is the application for communication within the Company.
 2. **Online Memo** is the application for other approvals via smartphone and can be used by approval requesters and the authorized executives.
 3. **Online Recruitment** is the application for requesting the new officer approval and can be used by approval requesters and the authorized executives.
 4. **Online Leave** is the application for requesting the working leave approval and can be used by approval requesters and the authorized executives.
 5. **Online Reservation** is the application for booking company property such as meeting room, messenger, computer, projector etc.

3. WEBSITE BUSINESS

ADV provides a web portal service under the name www.hunsan.com – an informative website targeting customers at 10-35 year of age. Contents include:

- **News and entertainment:** provide up-to-date news and entertainment reports gathered from newspaper websites and by Hunsan's team. The service is free of charge.
- **Web-board:** is a chat room opened for opinions and discussion on miscellaneous topics. The service is free of charge.

- **Advertisement:** provides advertising banner on Hunsa website where more than 100,000 visitors can see daily. The costs are varied according to the position of banner. Targeted customers are companies and shops aiming to promote their products or services.

INDUSTRY AND COMPETITION

The prospering trend of the mobile content business since 2004 has drawn numbers of overseas and local entrepreneurs to enter this business. However, with the effective management and marketing strategies, ADV has successfully retained its customer based on the following methods:

- Maintaining a high standard with honesty. Being true to customers. These result in customers' confidence.
- Managing marketing costs by exercising on effective media that can hit target customers directly.
- Creating satisfaction according to customers' preferences, lifestyle and budget by offering monthly and buffet subscription programs.
- Building strongly within INTOUCH Group to expand distribution channels, and carry on marketing activities, e.g., promoting via website, Mobile Life, One 2 Call card, etc.
- Developing new services and expanding the market to corporate customers.

MARKETING STRATEGIES

ADV strives to accommodate fast and accurate services with a fair price and after-sale service in order to increase numbers of customers. The policies are anti-deceiving or taking advantage over the customers. The marketing strategies of ADV are listed below:

1. FOCUS ON QUALITY AND SERVICE

ADV focuses on novelty of content carried out to the customers. The contents must be up-to-date, in-trend, and rich in selections in order to fulfill requirements of a customer as a one-stop service.

Additionally, ADV emphasizes quality control of all downloaded services and application services; as a result, it acts quickly and accurately to deliver excellent service to customers.

2. AFTER-SALE SERVICE

Mobile-content and application provider business needs to pay attention to the customer service system which capable to provide advice, service, and solve customers' problems rapidly. Because of this, ADV puts high values on customer service by providing a call center to ensure effective respond to customers' queries.

3. CONTINUOUS DEVELOPMENT ON NOVELTY SERVICES

ADV has developed various formats of services focusing on customers' behaviors in order to meet their requirements and preference.

4. NICHE MARKETING

ADV customizes services to those frequent downloaders, whose behaviors are analyzed and grouped into database. Therefore, appropriate marketing and sales promotion can directly and effectively reach the target groups. Moreover, it also focuses on optimizing the performance for corporate customers by offering application for reducing cost while enhancing efficiency of performance.

BUSINESS OPPORTUNITY

The speedy growth of mobile phone business through liberalization of telecommunication industry; advancement in technology, and rapid reduction of mobile phone price, the numbers of mobile phone network subscribers have increased. ADV, thus, foresees the positive future of the mobile content business and has been developing new services to meet the customers' needs. Mobile VAS is a service providing easy access to information by just following the menu instructions. Both landline and mobile users who want to add color into their lives can enjoy various audio entertainment contents 24 hours a day. Moreover, ADV has a plan to develop application for corporate customers, which are tending to increase cost efficiency, to expand the customer base over all markets from individual customers to corporate customers.

Regarding the website business, the growth of internet user via mobile phone rate leads way to interactive custom and up-to-date searching system especially for entertainment news. Therefore, ADV developed Hunsa website in part of entertainment contents to have more modern contents and popular among users, so it can be one of new channels to gain more opportunity and revenue.

REVENUE STRUCTURE RATIO



The structure of revenue of the Company's group pursuant to the consolidated financial statements that have already been audited during 2015, 2016 and 2017 can be classified as follows:

Unit : Million Baht

DESCRIPTION	PROCESS BY	HOLDING BY CSL (%)	CONSOLIDATED FINANCIAL STATEMENT (AUDITED)					
			2015		2016		2017	
Revenue from Internet Services	CSL	-						
- via Telephone Line			22	1%	20	1%	11	1%
- via Leased Line			1,398	47%	1,381	47%	1,364	48%
- via Broadband			36	1%	59	2%	93	3%
Total revenue from Internet Services			1,456	49%	1,460	50%	1,468	52%
Internet Data Center (IDC)			262	9%	290	10%	326	12%
IT hardware and solutions			525	18%	511	18%	578	20%
Revenue from Television Transmission (Uplink - Downlink)			31	1%	25	1%	7	0%
Revenue from YellowPages	TMC	99.99%	237	8%	211	7%	118	4%
Revenue from Voice Info Service Business and Mobile Content Business	ADV	99.99%	423	14%	393	13%	301	11%
TOTAL REVENUE FROM SALES AND SERVICES			2,934	99%	2,890	99%	2,798	99%
Other Income			30	1%	28	1%	25	1%
TOTAL REVENUE			2,964	100%	2,918	100%	2,823	100%

RISK FACTORS

In 2017, the business units that contributed materially to the revenue and profit of the Group were

1. ICT Business with 84% of total revenue and 89% of total profit of the Group
2. YellowPages Business with 5% of total revenue and 1% of total profit of the Group
3. Voice Info Services and Mobile Content Business with 11% of total revenue and 10% of total profit of the Group.

The businesses of the Group are subject to the follow major risks.

1. THE RISK UNDER THE SPECIFIC REGULATIONS AND REQUIREMENTS OF THE TELECOMMUNICATIONS INDUSTRY

ICT BUSINESS:

Telecommunications industry is governed and regulated by rules and regulations aligning with Constitution and relevant Acts under the policy of competition liberalization promotion. As the result, the large telecommunication enterprises are free to obtain all business licenses. The large operators also have capital and telecommunication network at the more competitive advantage scale than the smaller operators which resulted to an unfair competition. The large operators can offer a high wholesale price to smaller operators while offering lower price to end customers.

The Company has changed business direction from ISP to ICT from 2012 onwards. Recently, the Company expanded the Internet Data Center, Cloud Computing Services, High Speed Internet in selected segment & area and Software as a Service or Online Software in order to diversify the risk and increase opportunity to sell products and services.

YELLOWPAGES BUSINESS:

Thailand's Computer - related Crime Act 2017, regarding to putting copyright information and picture into computer.

Hence, TMC has been doing original creation to avoid Copyright Infringement. In addition, TMC has initial clause of the copyrights of text and images in the Advertising contract between TMC and Advertiser. The Advertiser has to warrant that the text and images must be allowed or permitted legally. In case of the text and images have been infringed by the Copyright Acts or any Laws, The Advertiser shall be responsible for any claims or damages which occurred.

VOICE INFO SERVICES AND MOBILE CONTENT BUSINESS:

The regulations and requirements of the telecommunications industry from Mobile operators and The National Broadcasting and Telecommunications Commission (NBTC) have an effect to the mobile business, especially on marketing channel such as privacy control which does not allow sending advertising SMS and telesales to users and implemented *137 for customers to unsubscribe services easily and block advertising via SMS channel.

Therefore, ADV has studied consumer behavior and continuously developed products and services to serve current lifestyle of consumers, using online media and developed new mobile applications to expand market to corporate customers as well.

2. THE RISK OF BUSINESS COMPETITION WITH OTHER OPERATORS

ICT SERVICE BUSINESS:

In ICT Service Business large operators have advantage to set better selling prices for their customers than companies. As a result, the companies could probably lose its competitive potential.

Therefore, the Company adopted a strategy of focusing on selling product and service for organizational customers who have competitive potential. The Company emphasizes service quality leading to higher level of customer satisfaction. Moreover, the Company improved the services to be accepted by its customers along with developing good relationship with them to reduce dependency on individual customer and increase negotiation power with counterparties which in turn are also competitors. The Company also sought new sources of revenue by offering brand new products and services integrating ICT (I = Internet, C = Computer and T = Telecom) for network, computer, internet communication, Computer Data Center (CDC), Cloud Computing, High Speed Internet in selected segment & area and Software as a Service or Online Software. This is to both enhance and protect the revenue base that is subject to competitive pricing erosion.

YELLOWPAGES BUSINESS:

With the flow of business preparedness to enter the digital era. Not only entrepreneurs who are looking for more digital media professionals. Competitors in the print services sector have also adapted their online products. To meet the advertiser's needs as well. There are also multinational companies such as Google, Facebook, which began to focus on local B2B by developing services, update business details for better Local Search.

However, TMC sees its business advantage by striving to develop "services" from Thai people to Thai people to meet the needs of SMEs more than cross border online platform. Moreover, TMC is also helping to serve as a digital advertising consultant for SMES budgets which can dominate SMEs throughout the country.

VOICE INFO SERVICES AND MOBILE CONTENT BUSINESS:

Due to technology and market changes, smartphone penetration rate becomes higher, and various media have been used in order to take advantages over other competitors.

As a result, ADV creates new communication and service channels to reach more consumers through mobile operators and maintain competitive advantages. ADV has not only developed new services for smartphone users, market expansion to corporate users was considered and started off in the year 2016 to move forward to serve corporate customer as well.

3. ECONOMIC AND POLITICAL RISK

ICT BUSINESS:

From the economic slowdown of the world and the country and the economic, social and politic restructuring of the new government, it has been predicted that Thai economics would not grow much and it could affect the purchasing power of Thai people and the income of the local business in 2018.

In mitigating the risk, we focused on costs and expense control and investment pacing to cushion the impact on profitability.

YELLOWPAGES BUSINESS:

Impact of both business sector and the economy in the country and around the world continuously affect the decision to use advertising expenses. The budget for media use is often discounted or cut before any other.

However, some businesses reduce their advertising budgets but many businesses are aware of the need to use digital media. Therefore, TMC has emphasize on developing digital products and build the new perception of TMC as a full-service digital consultant.

4. RISK ARISING FROM TECHNOLOGY AND CONSUMER BEHAVIOR CHANGES

ICT BUSINESS:

Nowadays ICT technology is changing rapidly and continuously. Consumer needs also changes according to the evolution of products and services; for example, the faster high-speed internet service, the popular 4G mobile internet service and the developing Cloud Computing technology in computer service. The equipment and tools to work with ICT also change quickly. These factors may cause the Company currently operating products and services become out of date.

Since 2016, the Company has regularly been keeping track of the overall ICT technology such as Internet of Things and Software as a Service to improve the ICT services to be up-to-date and complete in order to maintain or increase customer base or revenue in the long term although the technology has changed.

YELLOWPAGES BUSINESS:

Trends in digital media have a very high growth direction including mobile and internet access to all devices at the better speed, increasing user behavior through mobile devices which is a good support factor. Even though it is B2B-friendly advertising, mobile access has increased business opportunities for SMEs.

Thus, TMC focuses on developing the display to be faster and better to support all devices; mobile phones, tablet and PCs. Moreover, TMC always enhance content of business description to be consistent with SEO for the best search results.

VOICE INFO SERVICES AND MOBILE CONTENT BUSINESS:

The shifting in technologies to 3G and 4G has influenced consumers to upgrade their phones to smart phones. This also changes consumer behavior in searching and accessing technologies and content, which result in the downturn of SMS usage and ADV's services.

In order to mitigate such potential disintermediation impact, since 2013 ADV has set up a unit to continually conduct consumer surveys to enable the development of products and services that consistently meet consumer needs. Mobile Application Development team has also developed mobile application for corporate customers to be ready to response to their needs as well.

GENERAL INFORMATION OF THE COMPANY AND SUBSIDIARIES



**CS LOXINFO PUBLIC
COMPANY LIMITED**



Symbol	CSL
Registration No.	0107546000377
Year of Establishment	1994
First Trade Date	8 April 2004
Nature Of Business	Provide our corporate customers with solutions for brand range of internet - based services
Head Office	414 Phaholyothin Road, Samsennai, Phayathai, Bangkok 10400
Branch Office	90 CW Tower A, 17 th -20 th Floor, Ratchadapisek Road, Huai Khwang, Huai Khwang, Bangkok, 10310
Home Page	www.csloxinfo.com
Telephone	(66) 2263 8000
Fax	(66) 2263 8132
Registered Capital	594,514,769 shares
Paid-Up Capital	Baht 148,628,692.25
Par Value	Baht 0.25
Industry	Technology
Sector	Information & Communication Technology
Foreign Limit	49% of paid - up capital

GENERAL INFORMATION OF SUBSIDIARIES



TMC

**TELEINFO MEDIA PUBLIC
COMPANY LIMITED**

Nature of Business

Provide advertising platform through Print, Website, PC, Mobile and Laptop for business and individual user

Head Office

414 Phaholyothin Road, Samsennai, Phayathai, Bangkok 10400

Branch Office

1126 / 2 Vanit Bldg.2, 28th Floor, Room 2803, 2804 New Phetchaburi Road, Makkasan, Ratchathewi, Bangkok 10400

Registration No.	0107548000609
Branch No.	0008
Telephone	(66) 2262 8888
Fax	(66) 2262 8899
Home Page	www.teleinfomedia.co.th www.yellowpages.co.th
Registered Capital	15,654,400 shares
Par Value	Baht 10
Paid-up Capital	Baht 156,544,000
Percent of Investment of CSL	99.99%

YPC

**YELLOW PAGES COMMERCE
COMPANY LIMITED**

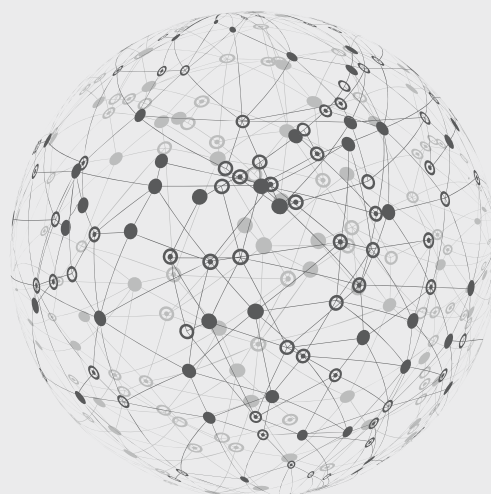
Nature of Business

To engage in business concerning advertising and publishing of business and activities to individuals, non-juristic bodies of persons, juristic persons and government sectors by using every type of advertising and operate the business in distribution, supplying, agent for every public relation task.

Head Office

1126/2 Vanit Bldg.2, New Phetchaburi Road, Makkasan, Ratchathewi, Bangkok 10400

Registration No.	0105542086119
Telephone	(66) 2262 8888
Fax	(66) 2262 8823
Registered Capital	10,000 shares
Par Value	Baht 10
Paid-up Capital	Baht 100,000
Percent of Investment of TMC	99.94%



ADV

AD VENTURE PUBLIC COMPANY LIMITED

Nature of Business

Content provider through mobile phone, community portal services, and application on smart phone via ISO and android systems

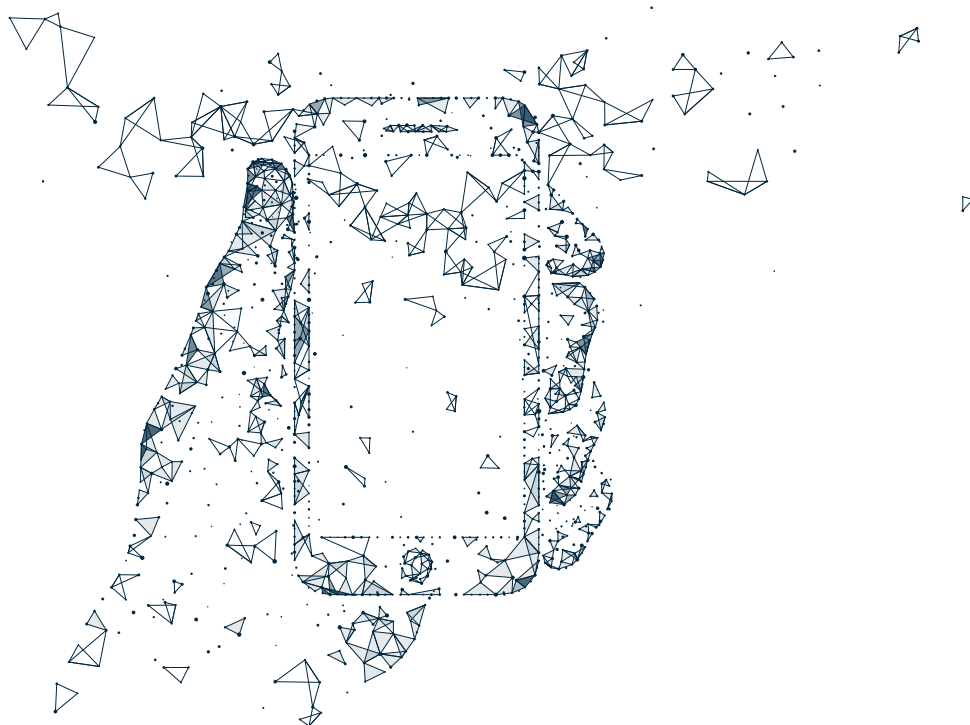
Head Office

414 Phaholyothin Road, Samsennai, Phayathai,
Bangkok 10400

Branch Office

Room 2101, 21st Floor, 1126/2 Vanit Bldg. 2,
New Phetchaburi Road, Makkasan, Ratchathewi,
Bangkok 10400

Registration No.	0107552000197
Telephone	(66) 2262 8888
Fax	(66) 2262 8877
Home Page	www.shinee.com
Registered Capital	1,074,813 shares
Par Value	Baht 10
Paid-up Capital	Baht 10,748,130
Percent of Investment of CSL	99.99%



MAJOR DEVELOPMENTS

CS LoxInfo Public Company Limited, formerly known as CS Communications Company Limited, was established on 20 July 1994 as a joint venture company of CAT Telecommunication Public Company Limited (CAT) and Thaicom Public Company Limited (THCOM). The major business of the Company is the provision of internet data center services, internet and satellite uplink-downlink services for domestic and international communications.

Furthermore, the Company expanded its business into some related businesses by investing in

the subsidiaries such as Media and Advertising on Yellow Pages Business and Mobile Content Business in 2005 and 2006, respectively.

In November 2003, The Company changed its status from a limited company to a public limited company, and listed on the Stock Exchange of Thailand in April 2004. As at 23 January 2017, Advanced Wireless Network Co., Ltd. ("AWN") which is the Company's major shareholders holds 80.10 percent of shares in the Company, as presented in the Report on the Result of the Tender Offer (Form 256 - 2) to the SEC and the SET.



At present, the operation under the CSL's Group could be classified into 3 major business categories as follows:

Internet Access and ICT Services Business:

CS LOXINFO provides the top - quality internet services under the name "CS LOXINFO" to respond the customers' requirements by targeting in the business and corporate customers sectors. In 2017, Internet Access and ICT Services Business contributes 84% of consolidated revenue and 89% of consolidated profit. The main revenue streams were Leased Line Services, Internet Data Center (IDC) Services, ICT Solution and Cloud Computing Services, which was contributed 95% of ICT revenue.

Media and Advertising on Yellow Pages Business (YellowPages):

CS LOXINFO provides the publishing of the Thailand YellowPages through its subsidiary, Teleinfo Media Public Company Limited (TMC). TMC provide advertising platform through Print, Website, PC, Mobile, and Laptop for business and individual user. In 2017, Media and Advertising on YellowPages Business contributes 5% of consolidated revenue and 1% of consolidated profit.

Currently, TMC had discontinued print media segment and focus only online and digital since Apr'17, and transferring print media customers to online platform on www.yellowpages.co.th.

Voice Info Services&Mobile Content Business (Voice&Mobile Content):

comprising of the services as follows:

- Mobile Content Services and Web Portal, namely hunsa.com through its subsidiary, AD Venture Plc. (ADV) by targeting in "Mobile Telephone Consumers users"
- Audiotex and Outsourcing call center Service through its subsidiary, Teleinfo Media Public Company Limited (TMC) by targeting in "business and corporate customers both small and big size business"

In 2017, Voice Info Services & Mobile Content Business contributes 11% of consolidated revenue, and 10% of consolidated profit.

THE COMPANY'S PROGRESS & DEVELOPMENT

2014

- In September, CSL had recognized impairment of goodwill and investment in Teleinfo Media Plc. (a subsidiary which operates the Media and Advertising on YellowPages Business) in amount of Baht 550 million and Baht 443 million, respectively.
- In December, CSL transferred the Company's legal reserve of Baht 31 million and premium on ordinary shares of Baht 141 million to offset the retained loss arising from the recognition of impairment of goodwill and investment of YellowPages business.

2015

CSL has started offering the high-speed internet services in some specific areas (Condominium's customers). The first phase trial serves as condominiums along the Skytrain and Subway lines such as Sukhumvit, Ratchadaphisek, Lat Phrao and Phahon Yothin areas etc., which has good response from users. CSL believes that this service has a potential to grow and can be competitive in the future.

2016

CSL has continued to expand its Data Center and High-Speed Internet services in targeted areas for condominium-based customers. At the end of year 2016, CSL has started to construct a 2nd Data Center building at a cost of 60 million Baht, which is expected to be completed within six months. Moreover, CSL has continued to expand into High-Speed Internet services for Condominiums with an anticipated investment of 40 million Baht depending on customers' response.

2017

Continued to expand the High-Speed Internet service within Bangkok area for condominiums with an anticipated investment of Baht 60 million depending on customers' response.

2018

On October 6, 2017, the Company has received a Conditional Voluntary Tender Offer letter for acquisition of shares in the Company from Advanced Wireless Network Co., Ltd. ("AWN", a subsidiary of Advanced Info Service Public Company Limited ("ADVANC"), for the acquisition of up to 100% of the issued and paid-up ordinary shares in the Company (amounting to 594,514,769 shares) at a price of Baht 7.80 per share.

Moreover, On December 14, 2017, the Company has received the Application Form for Conditional Voluntary Tender Offer from AWN. This Tender Offer made in reference to the two separate Share Tender Agreements by the Tender Offeror and (1) DTV Services Company Limited ("DTV"), a subsidiary of Thaicom Public Company Limited ("THCOM"), which holds 42.07 percent of the total issued and paid-up ordinary shares of the Company entered on October 6, 2017 (2) Singapore Telecommunications Limited ("SingTel"), which incorporated in Singapore and holds 14.14 percent of the total issued and paid-up ordinary shares of the Company entered on October 24, 2017. AWN agrees to launch a Voluntary Tender Offer, to purchase all ordinary shares of the Company, and DTV and SingTel

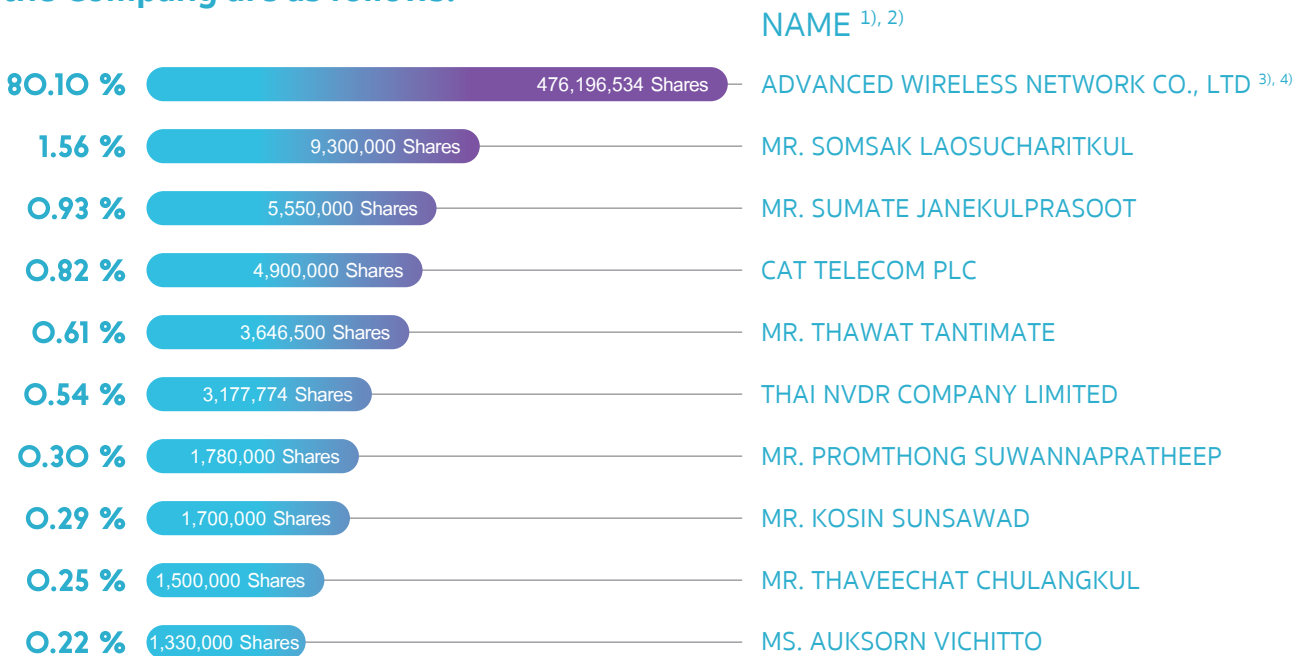
agrees to sell to AWN its entire stake of 250,099,990 and 84,057,030 ordinary shares in the Company, respectively under the Tender Offer procedure.

The Tender Offeror offers to purchase all of the securities of the Business. In this regard, the Tender Offeror intends to delist the securities of the Business from being the listed securities from the SET within the period of 12 months after the expiry of the Tender Offer Period. In such circumstance, the Tender Offeror will ensure that the delisting of the securities of the Business will be in compliance with the relevant regulations regarding the delisting. In addition, the delisting will be subjected to the approval from the shareholders meeting of the Business and the approval from the SET. After completion of the delisting, the status of the Business as a listed company on the SET shall be terminated; however, the Business will remain in operation and remain its status as a public company limited.

On January 23, 2018 the Company received the result of the Tender Offer of shares in the Company from AWN as the Tender Offeror. AWN acquired shares in the Company of 476,196,543 shares or 80.10 percent of the total issued and paid-up ordinary shares of the Company.

MAJOR SHAREHOLDERS

The top 10 major shareholders of the Company are as follows:

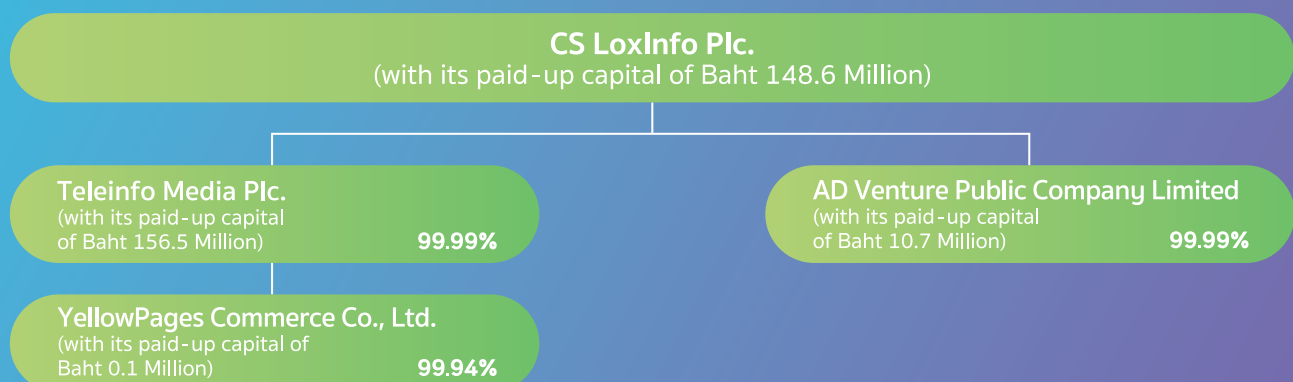


Remarks: ¹⁾ More information can be found on the SET website (www.set.or.th) before Annual General Meeting of Shareholders for 2018.
²⁾ According to the share registration book from Thailand Securities Depository (TSD), as of 26 January 2018.
³⁾ Advanced Wireless Network Co., Ltd. holds the Company's shares through Phatra Securities Public Company Limited, the tender offer agent for the previous the Conditional Voluntary Tender Offer.
⁴⁾ Advanced Wireless Network Co., Ltd. (AWN) is a subsidiary company of Advanced Info Service Public Company Limited (ADVANC), holding 99.99% of its total issued and paid-up ordinary shares.

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COMPANY'S CORPORATE GROUP STRUCTURE

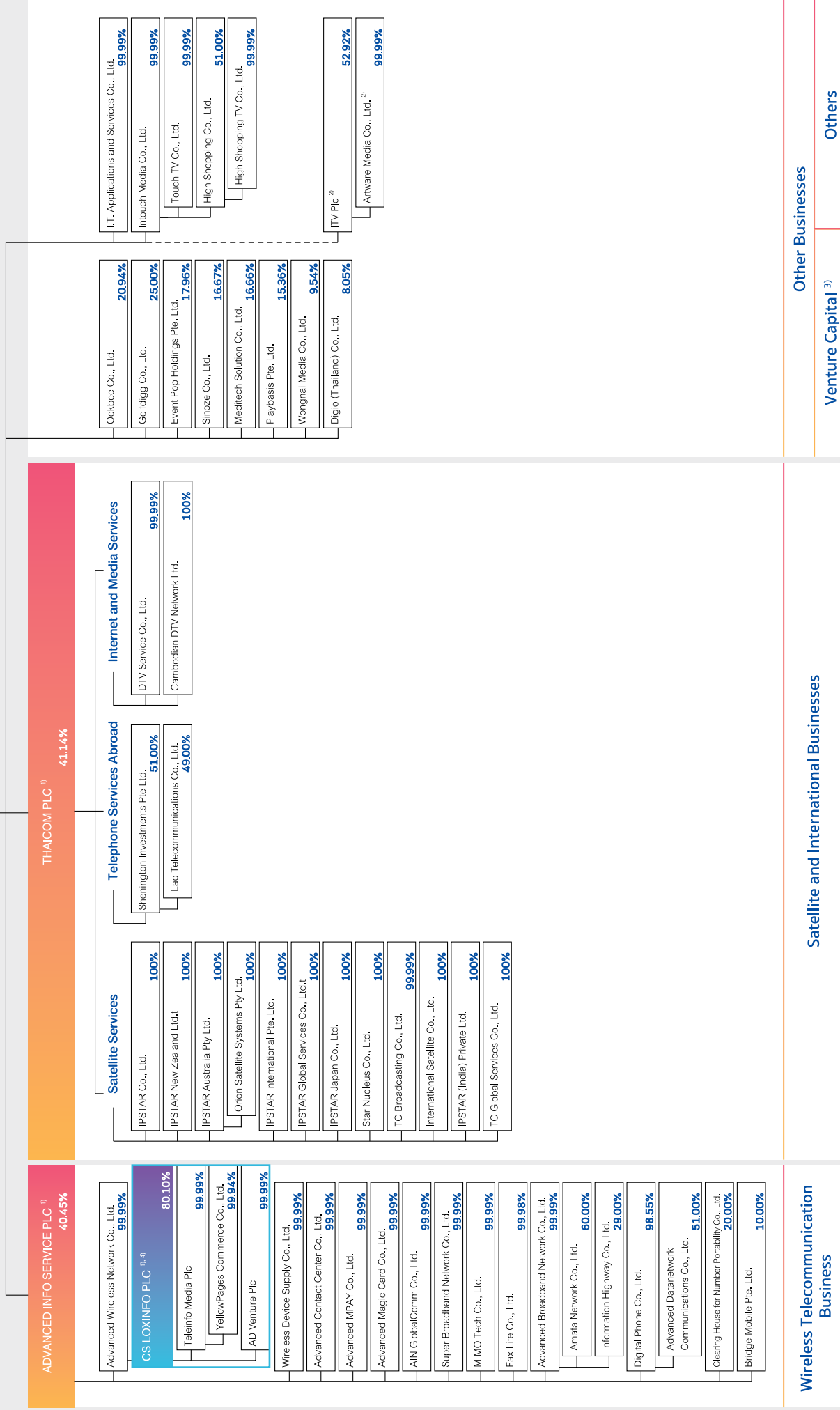
AS OF DECEMBER 31, 2017



INTOUCH GROUP'S INVESTMENT STRUCTURE

as of 23 January 2018

INTOUCH HOLDINGS PLC ¹⁾



¹⁾ Listed Company on the Stock Exchange of Thailand

²⁾ Currently not in operation

³⁾ Excluded investment in debt security

⁴⁾ Advanced Wireless Network Co., Ltd. (AWN) acquired ordinary shares in CS LoxInfo Plc. (CSL), equivalent to 80.10% of the paid-up capital, through a voluntary tender offer. (This information as of 23 January 2018 is from the report on the result of the Tender Offer (Form 256-2) submitted by AWN to the Office of the Securities and Exchange Commission.)

REFERENCE PERSONS INFORMATION

SECURITY REGISTRAR

THAILAND SECURITIES DEPOSITORY COMPANY LIMITED

93 The Stock Exchange of Thailand
Building, Ratchadaphisek Road,
Dindaeng, Bangkok 10400, Thailand

Tel (66) 2009 9000

Fax (66) 2009 9991

SET Contact Center (66) 2009 9999

E-mail SETContactCenter@set.or.th

Website www.set.or.th/tsd

AUDITOR

MR. CHAVALA TIENPASERTKIJ

Certified Public Accountant

Registration Number 4301

Deloitte Audit Touche Tohmatsu
Jaiyos Co., Ltd.

AIA Sathorn Tower, 23rd-27th Floor
11/1 South Sathorn Road, Yannawa
Sathorn, Bangkok, 10120

Tel (66) 2034 0000

Fax (66) 2034 0100

Website www.deloitte.com/th



Deloitte Touche Tohmatsu Jaiyos Co., Ltd. and the auditor are independent and have no conflict of interest with the Company, subsidiaries, the management, the major shareholders or any related person.

INVESTOR INFORMATION

Investors should contact the Investor Relations Department to request information about CS LOXINFO or its subsidiaries and associate companies:

INVESTOR RELATIONS DEPARTMENT

CS LoxInfo Public Company Limited

90 CW Tower A, 17th-20th Floor,
Ratchadapisek Road, Huai Khwang,
Bangkok 10310, Thailand

Tel (66) 2263 8000 Ext. 5184

Fax (66) 2263 8037

E-mail ir@csloxinfo.net

Website www.csloxinfo.com

CS LOXINFO is listed on
the Stock Exchange of
Thailand (SET)

SET ticker	CSL
Reuters	CSL.BK
Bloomberg	CSL TB

Foreign Limit 49%

Fiscal year ends December 31

External Auditor Deloitte Touche
Tohmatsu Jaiyos
Audit Co., Ltd.

DIVIDEND POLICY

THE COMPANY'S DIVIDEND POLICY

The Company's dividend policy is to pay dividend no less than 40 percent of net profit after deduction of all taxes, legal reserves and other reserves specified by law and the Company regulations of the stand alone profit and loss statement, if the fund is not required elsewhere and subject to the economic and future project of the Company and the subsidiaries and the payment would have no significant effect on the running of the Company.



THE SUBSIDIARIES OF THE COMPANY'S DIVIDEND POLICY

Teleinfo Media Public Company Limited and AD Venture Company Limited its subsidiaries of the Company have the dividend policy is to pay dividend no less than 40 percent of net profit after deduction of all taxes, legal reserves and other reserves specified by law and the subsidiaries regulations of the stand alone profit and loss statement, if the fund is not required elsewhere and subject to the economic and future project of the subsidiaries and the payment would have no significant effect on the running of the subsidiaries.



MANAGEMENT STRUCTURE

BOARD OF DIRECTORS

The Board consists of nine qualified and experienced directors in the relevant fields, including telecommunications, legal, and accounting, as well as business management. Four Board members are representatives of two major shareholders; one is representative of CAT Telecom Plc., a shareholder; one is non-executive committee; three are independent directors, who together account for thirty three point three three percent of the Board. The Board composition and numbers of shares holding are as follows;



NAME	POSITION	NUMBERS OF SHARES HOLDING ¹ (Dec 31, 2017)
1. Mr. Wichian Mektrakarn	Chairman of the Board	None
2. Mr. Sitthichai Chantravadee	Independent Director / Chairman of the Audit Committee / Member of the NCG Committee	None
3. Dr. Sillapaporn Srijunpetch ²	Independent Director / Member of the Audit Committee / Chairman of the NCG Committee / Member of the Remuneration Committee	None
4. Mr. Suraphol Pluemarom	Independent Director / Member of the Audit Committee / Chairman of the Remuneration Committee	None
5. Mr. Hansa Chevapurke	Director / Representative of CAT Telecom Plc.	None
6. Mr. Goh Boon Huat	Director / Member of the Executive Committee / Member of the Remuneration Committee / Member of the NCG Committee / Representative of major shareholder	None
7. Mr. Paiboon Panuwattanawong	Director / Chairman of the Executive Committee / Member of the NCG Committee / Member of the Remuneration Committee / Representative of major shareholder	None
8. Mr. Anant Kaewruamvong	Director / Member of the Executive Committee / Chairman of the Risk Management Committee / Chairman of the Sustainability development Committee Representative of major shareholder	609,000 shares
9. Mr. Anuwat Sanguansappayakorn ³	Director / Member of the Executive Committee / Representative of major shareholder	None

¹ Numbers of shares included holding by spouse and minor children on December 31, 2017

² The director with knowledge and experience in reviewing financial statements of the Company with CPA No.3692. Currently, he is Assistant Prof. Dr. at Faculty of Commerce and Accountancy, Thammasat University. He has been in the field of finance and accounting for more than 10 years, and competent enough to review the financial statements.

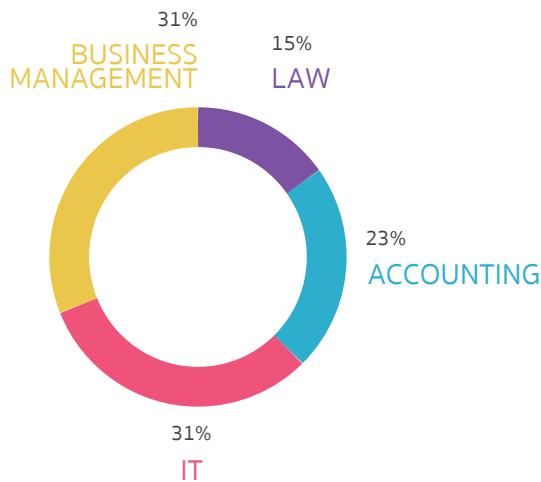
³ Being appointed as a director by the Board Meeting no. 6/2017 on August 28, 2017 to replace Mr. Vuthi Asvasomcharoen with effective from September 1, 2017

Total shares hold by The Board of Directors is less than 25 percent of the paid-up capital. (The paid-up capital, as of December 31, 2017 was 594,514,769 shares)

BOARD FIELD EXPERTISE

The Nomination and Governance Committee (NCG) requires that the Board of Directors should be diverse in terms of skills, experience and knowledge in order to have various aspects in consideration of each matters. This will also help in strengthening the corporate governance.

Diversity in the current Board of Directors, in terms of skills, experience and knowledge are as follows;



DIRECTORS	FIELD OF EXPERTISE
1. Mr. Wichian Mektrakarn	IT
2. Mr. Sitthichai Chantravadee	Accounting
3. Mr. Suraphol Pluemarom	Law and Business Management
4. Dr. Sillapaporn Srijunpetch	Accounting
5. Mr. Paiboon Panuwattanawong	IT
6. Mr. Anuwat Sanguansappayakorn	Accounting
7. Mr. Goh Boon Huat	IT and Business Management
8. Mr. Anant Kaewruamvongs	IT and Business Management
9. Mr. Hansa Chevapurke	Law and Business Management

The Authorized Directors

Mr. Paiboon Panuwattanawong, Mr. Anuwat Sanguansappayakorn, Mr. Anant Kaewruamvongs or Mr. Goh Boon Huat, any two out of four directors signing jointly, with the Company's seal affixed.

ROLE OF THE BOARD COMMITTEE

CS LOXINFO PUBLIC COMPANY LIMITED

Principle activities undertaken by the Board in the year of 2017.

BOARD MEETING NO.	PERFORMANCE	PROPOSED BY
NO.1 / 2017	<p>To consider and approve</p> <ul style="list-style-type: none"> The appointment of the Company's auditors for the year 2017 and fixing of their remuneration <p>To acknowledge</p> <ul style="list-style-type: none"> Related Party Transaction Internal Audit Report The 2016 annual performance of Internal Audit Office A review of the AC & IA Charter A review of Anti - Corruption Policy A review of Risk Management Charter & Risk Management Policy Information be disclosed in form 56 - 1 and form 56 - 2 (Annual Report)t in the part of "Risk Factor, Internal Control and Risk Management" 	Audit Committee

BOARD MEETING NO.	PERFORMANCE	PROPOSED BY
NO.1/2017	<p>To consider and approve</p> <ul style="list-style-type: none"> The Corporate Governance Policy (revised version) <p>To acknowledge</p> <ul style="list-style-type: none"> A review of the size, structure, composition and term of the Board and the Board's sub-committees Consider person being nominated by minority shareholders to be elected as a director by Shareholders' meeting A review of the Company's represent in the boards of its subsidiaries A review of the successors for the position of CEO and Senior Management A review of the annual performance evaluations of the Board, sub-committees of the Board (including a review by the Committee of its own performance), and each Board member The reappointment of directors who retired by rotation 	Nomination and CG Committee
	<p>To consider and approve</p> <ul style="list-style-type: none"> A review of Risk Management Charter & Risk Management Policy 	Risk Management Committee
	<p>To consider and approve</p> <ul style="list-style-type: none"> The 2017 CSL Group Budget <p>To consider</p> <ul style="list-style-type: none"> Information be disclosed in form 56-1, 56-2 (Annual Report) "Risk factors", "Legal disputes", "Management Structure", "Corporate Governance" and "Board of Director's responsibility for Financial Reporting" The notification "The prohibition of acts that appear to be dominated by Foreigner" 	Executive Committee
	<p>To consider</p> <ul style="list-style-type: none"> HR Report Q4/2016 	Management
NO.2/2017	<p>To consider and approve</p> <ul style="list-style-type: none"> The financial statements for the year 2016 ended on December 31, 2016 Self-assessment of Anti-Corruption for CAC recertification <p>To acknowledge</p> <ul style="list-style-type: none"> Related Party Transaction A review the Risk Management of CSL & Subsidiaries (TMC/ADV) Meeting with Auditors A review of self-assessment of Anti-Corruption for CAC recertification The 2016 Audit Committee Self-Assessment 	Audit Committee
	<p>To acknowledge</p> <ul style="list-style-type: none"> The 2016 Bonus payment of the Company & Subsidiaries The 2016 Performance and bonus of Executive The 2016 Performance and bonus of Directors <p>To consider</p> <ul style="list-style-type: none"> Remuneration Policy and Directors remuneration budget for the year 2017 	Remuneration Committee

BOARD MEETING NO.	PERFORMANCE	PROPOSED BY
NO.2/2017	<p>To consider and approve</p> <ul style="list-style-type: none"> To consider dividends payment of the year 2016 <p>To consider</p> <ul style="list-style-type: none"> The 2016 Annual Operating Results of the Company and its subsidiary companies (TMC/ADV) 	Executive Committee
	<p>To acknowledge</p> <ul style="list-style-type: none"> Risk Mapping and Risk Treatment Plan of CSL & Subsidiaries (TMC/ADV) 	Risk Management Committee
	<p>To consider and approve</p> <ul style="list-style-type: none"> The calling of the Annual General Meeting of Shareholders for the year 2017 and the designation of the closing date of the Shares Registration Book <p>To consider and acknowledge</p> <ul style="list-style-type: none"> The report on the directors' and executives' shareholding in the Company The report of CSL's Securities Holding of the designated persons to comply with Securities Trading Policy New rules, regulations and notifications of the SET and the SEC Market Consensus and Investment Strategy Summary 	Management
NO.3/2017	<p>To acknowledge</p> <ul style="list-style-type: none"> Meeting with Auditors Review changing of accounting policy 	Audit Committee
	<p>To consider and approve</p> <ul style="list-style-type: none"> Step KPI 2017 of the Company and its subsidiary companies (TMC/ADV) Form (56-1) to be disclosed to SEC, SET and Shareholders 	Executive Committee
	<p>To consider and approve</p> <ul style="list-style-type: none"> Remuneration Committee charter (revised version) 	Remuneration Committee
	<p>To acknowledge</p> <ul style="list-style-type: none"> SD framework and long term goal <p>To consider and approve</p> <ul style="list-style-type: none"> The 2016 Sustainability report 	Sustainable Development Committee
	<p>To consider</p> <ul style="list-style-type: none"> The additional information for presenting in AGM meeting 2017 and answering the questions which were submitted in advance by the shareholders. 	Management
NO.4/2017	<p>To consider and approve</p> <ul style="list-style-type: none"> Company's Interim Financial Statements for the three-month periods ended March 31, 2017 <p>To acknowledge</p> <ul style="list-style-type: none"> Internal Audit Report Related Party Transaction A Review the Risk Management of CSL & Subsidiaries (TMC/ADV) 	Audit Committee
	<p>To acknowledge</p> <ul style="list-style-type: none"> Risk Mapping and Risk Treatment Plan of CSL & Subsidiaries (TMC/ADV) 	Risk Management Committee

BOARD MEETING NO.	PERFORMANCE	PROPOSED BY
NO.4/2017	<p>To consider and approve</p> <ul style="list-style-type: none"> Corporate Sustainability Development Policy, Environmental Management and Conservation Policy, Tax Policy and Supplier Code of Conduct for Sustainability <p>To acknowledge</p> <ul style="list-style-type: none"> The appointment of the Environmental Management and Conservation working group 	Sustainable Development Committee
	<p>To consider and approve</p> <ul style="list-style-type: none"> Step KPI 2017 of the Company and its subsidiary companies (TMC/ADV) Form 56-1 and Form 56-2 (Annual Report) to be disclosed to SEC, SET and Shareholders <p>To acknowledge</p> <ul style="list-style-type: none"> The Operating Results of the Company and the subsidiary companies (TMC/ADV) for Q1/2017 	Executive Committee
	<p>To acknowledge</p> <ul style="list-style-type: none"> HR Report Q1/2017 The report on the directors' and executives' interest in CSL The report of CSL's Securities Holding of the designated persons to comply with Securities Trading Policy New rules, regulations and notifications of the SET and the SEC Market Consensus and Investment Strategy Summary 	Management
NO.5/2017	<p>To consider and approve</p> <ul style="list-style-type: none"> Company's Interim Financial Statements for the three-month and six-month periods ended June 30, 2017 <p>To acknowledge</p> <ul style="list-style-type: none"> A Review mission, strategy of IA and feedback on medium term plan (3 years) The development of internal audit work The review of Q2/2017 Financial Statements Internal Audit Report Related Party Transaction A Review the Risk Management of CSL & Subsidiaries (TMC/ADV) 	Audit Committee
	<p>To acknowledge</p> <ul style="list-style-type: none"> Risk Mapping and Risk Treatment Plan of CSL & Subsidiaries (TMC/ADV) 	Risk Management Committee
	<p>To acknowledge</p> <ul style="list-style-type: none"> The assessment of the significant issues for the sustainability of the business ("Materiality Issue") A review of 2017 Sustainability Report 	Sustainable Development Committee
	<p>To consider and approve</p> <ul style="list-style-type: none"> An interim dividend payment <p>To consider</p> <ul style="list-style-type: none"> The 2017 half year strategic review of CSL & Subsidiaries (TMC/ADV) <p>To acknowledge</p> <ul style="list-style-type: none"> The Operating Results of the Company and the subsidiary companies (TMC/ADV) for Q2/2017 	Executive Committee

BOARD MEETING NO.	PERFORMANCE	PROPOSED BY
NO.5/2017	To acknowledge <ul style="list-style-type: none"> • HR Report Q2/2017 • The AGM results 2017 by Thai Investors Association • The report of CSL's Securities Holding • The report of CSL's Securities Holding of the designated persons to comply with Securities Trading Policy • SET/SEC regulations updates • Market Consensus and Investment Strategy Summary 	Management
NO.6/2017	To consider and approve <ul style="list-style-type: none"> • The Change of director and authorized director 	Nomination and CG Committee
	To consider and approve <ul style="list-style-type: none"> • Revision of authorized signatories to cheque, financial and banking document 	Management
NO.7/2017	To consider and approve <ul style="list-style-type: none"> • Company's Interim Financial Statements for the six - month and nine - month periods ended 30 September 2017 • The nominating an Independent Financial Advisor (IFA) To acknowledge <ul style="list-style-type: none"> • Internal audit report • Related Party Transaction • A Review the Risk Management of CSL & Subsidiaries (TMC / ADV). 	Audit Committee
	To acknowledge <ul style="list-style-type: none"> • Risk Mapping and Risk Treatment Plan of CSL 	Risk Management Committee
	To acknowledge <ul style="list-style-type: none"> • A review and approval of SD projects • A review of Materiality Issue Strategic Plan 	Sustainable Development Committee
	To consider and acknowledge <ul style="list-style-type: none"> • Q3/2017 Operating Results of the Company and subsidiary companies (TMC / ADV) • Actual status of Business Action Plan 2017 (CSL / TMC / ADV) 	Executive Committee
	To acknowledge <ul style="list-style-type: none"> • A Conditional Voluntary Tender Offer from Advanced Wireless Network Co., Ltd • The result of 2017 Thailand Sustainability Investment award • HR Report Q3/2017 • The report on the directors' and executives' interest in CSL • The report of CSL's Securities Holding of the designated persons to comply with Securities Trading Policy • SET/SEC regulations updates • Market Consensus and Investment Strategy Summary 	Management

BOARD MEETING NO.	PERFORMANCE	PROPOSED BY
NO.8/2017	To consider and approve <ul style="list-style-type: none"> The 2018 Strategic Direction and KPI items & Weight of the Company and subsidiaries (TMC/ADV) 	Executive Committee
	To consider <ul style="list-style-type: none"> Providing the Company's opinion on the Tender Offer To acknowledge <ul style="list-style-type: none"> The IFA report on the Tender Offer 	Management
NO.9/2017	To consider <ul style="list-style-type: none"> Providing the Company's opinion on the Tender Offer To acknowledge <ul style="list-style-type: none"> The IFA report on the Tender Offer 	Management

MEETING PARTICIPATION

In summary, the Board and Sub-committee meetings in 2017 are as follows;

DIRECTOR	MEETING					
	SHAREHOLDER	BOD	AC	NCG	RC	EXCOM
	NO. OF MEETING PARTICIPATION /NO. OF MEETING IN 2017 (%)					
NON-EXECUTIVE DIRECTORS						
1. Mr. Wichian Mektrakarn	1 / 1 (100)	9/9 (100)				
2. Mr. Sitthichai Chantravadee	1 / 1 (100)	9/9 (100)	9/9 (100)	2/3 (66.6)		
3. Dr. Sillapaporn Srijunpetch	1 / 1 (100)	9/9 * (100)	9/9 (100)	3/3 (100)	1/1 (100)	
4. Mr. Suraphol Pluemarom	1 / 1 (100)	9/9 (100)	9/9 (100)		1/1 (100)	
5. Mr. Hansa Chevapurke	1 / 1 (100)	9/9 (100)				
EXECUTIVE DIRECTORS						
6. Mr. Paiboon Panuwattanawong	1 / 1 (100)	7/9 (77.7)		3/3 (100)	1/1 (100)	10/11 (90.9)
7. Mr. Anant Kaewruamvongs	1 / 1 (100)	9/9 (100)				11/11 (100)
8. Mr. Vuthi Asvasermcharoen ¹	1 / 1 (100)	6/6 (100)				8/8 (100)
9. Mr. Goh Boon Huat	1 / 1 (100)	7/9 (77.7)		3/3 (100)	0/1 (0)	10/11 * (90.9)
10. Mr. Anuwat Sanguansappayakorn ²		3/3 (100)				3/3 (100)

* Participate the meeting via tele conference.

¹ Director resigned with effective on September 1, 2017.

² Being appointed as a director by the Board Meeting no.6/2017 on August 28, 2017 to replace Mr. Vuthi Asvasermcharoen with effective from September 1, 2017. "For the Year 2017, there was Offsite Board Meeting 1 time to consider strategic direction of the Company and its subsidiaries"

Non - Executive Directors Meeting For the Year 2017, there was 1 meeting of Non - Executive Directors on July 17, 2017. The Committee discussed and expressed with details as follows;

- The Composition of the Board of Directors, the proportion of independent directors on the entire Board complies with the law. Even it does not comply with the guideline of the good corporate governance but the proportion of non - executive directors which consisting more than one half ensure a good balance.
- The nomination of director, to ensure alignment with field expertise of the entire Board and the directors who will entire by rotation, the committee also discussed on the nomination of directors who will retire by rotation in the year 2018.
- To follow and assess the risk of the Company, recommendation the management to monitor and assess risk from an intense competition.
- The role of the Audit Committee for IT monitoring to keep pace with changing technology, regarding an adequacy of IT internal audit process of the Audit Committee.
- The adequacy of the risk factors. In the year 2017, the Company had submitted a recertification of Thai CAC for the second consecutive time which requires the Company to consider a fraud risk. However, the Company had not found any aforementioned risks.
- Board Self - assessment, by considering to a suitability of the 360 degree appraisal for an all - aspect result.
- The effect of an establishment of National Gateway and Data Center Company Limited (NGDC) on the Company's data center business.
- Update the change of legislation of the law related to the Company's business for instance labor law, NBTC's regulation and the new corporate governance code.

EXECUTIVES

The Company's first four management personnel as of December 31, 2017, under the definition of SEC, are as follows;

NAME	POSITION	NUMBER OF SHARES HOLDING ¹ (DEC 31, 2017)
1 .Mr. Anant Kaewruamvongs	Chief Executive Officer (CEO) and Managing Director (MD)	609,000 shares
2. Dr. Somchai Kittichaikoonkit	Vice President - Marketing & Sales	188,187 shares
3. Mr. Surasak Uthayopas	Vice President - Technical & Operation	5,000 shares
4. Mrs. Wanida Yusamart	Acting Chief Finance Officer	30 shares
5. Mr. Kiat Intarasuriyawong	Senior Director - Technical Presales & Solution	None
6. Mr. Pinyo Pohngern	Senior Director - Information System	None
7. Mrs. Suwanund Jatesawangsi	Senior Director - Customer Support	None
8. Ms. Sarisorn Chandramaya	Senior Director - Legal & Compliance	24,000 shares

¹ Number of shares included holding by spouse and minor children on December 31, 2017

CHIEF EXECUTIVE OFFICER (CEO)

Mr. Anant Kaewruamvongs was promoted to be Chief Executive Officer under resolution of the Board Meeting No.4/2013 held on March 28, 2013 which effective since April 1, 2013.

Responsibilities of Chief Executive Officer are as follows;

- Oversee and supervise the overall operations and financial situation of the CS LoxInfo Public Company Limited and its subsidiaries and monitor transactions in the Group be conducted under the rules and regulations of SEC and SET.
- Supervise and manage overall operations according to objectives, policies, rules, regulations, the resolution of the shareholders and/or the Board of Directors and/or the Executive committee.

- Propose and present the business plan, investment plan, business strategy, goals and annual budget to the Board of Directors and/or the Executive committee.
- Perform any other duties as assigned by the Board of Directors and/or the Executive committee.

MANAGING DIRECTOR

Mr. Anant Kaewruamvongs was appointed to be Managing Director under the resolution of the Board of directors No. 4/2005 held on May 10, 2005 which its effective date is July 1, 2005.

Scope of Authorities and Responsibilities of the Managing Director are as follows;

- Perform as assigned by the Board of Directors, the Executive committee, Chief Executive Officer's commands, resolutions of shareholders' meeting and/or resolutions of the relevant meeting, which must execute and manage in according to the rules, policies and regulations of the Company.
- Responsible for the daily business operations of the Company, including command and supervise all operations, track and report the performance of operations to the Board of Directors and/or other relevant committees.

- Carry out the approval duties and operations according to the scope of the Company's Approval Authority.

The Managing Director (MD) also has authority according to that being delegated by the Board, which is in compliance with the rules, regulations, and Articles of Association of the Company. The MD has not initiated transaction or enter into transaction that he or conflicting person may have conflict of interests with the Company or the subsidiaries, as defined by the Notifications of the relevant regulators.

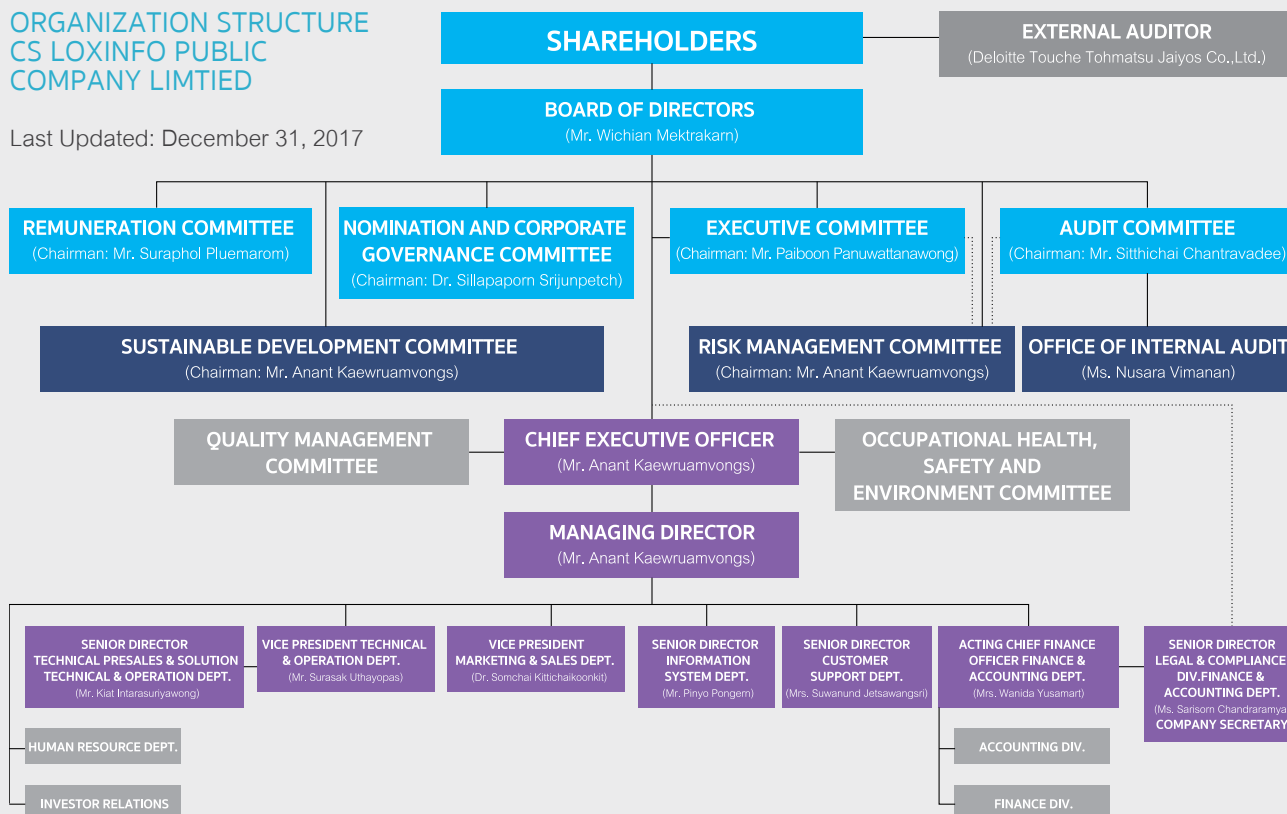
Approval authority of the MD

The MD has been delegated financial authority by the Board up to the maximum of Baht 30 Million for budgeted capital expenditure.

The Organization Structure as of December 31, 2017 is as follows;

ORGANIZATION STRUCTURE CS LOXINFO PUBLIC COMPANY LIMITED

Last Updated: December 31, 2017



COMPANY SECRETARY

The Board has appointed Ms. Sarisorn Chandramanya as a Company Secretary, details of her profile and qualifications are shown on Attachment 1. Roles of Company Secretary are provided under Corporate Governance Chapter 1: Board of Directors section Company Secretary.

DIRECTORS AND MANAGEMENT REMUNERATION

DIRECTORS REMUNERATION

Every February, the RC considers, analyzes, and recommends remuneration of the directors to the Board for further recommendation to the shareholders for approval. The RC also approves the remuneration make-up scheme of the management. The remuneration of the directors and the management should commensurate with their duties and responsibilities, be comparable to the industry standard, and attractive enough to retain qualified directors and management.

The Company's policy is to remunerate only independent directors and external directors. The remuneration structure of directors is as follows:

POSITION	2017 REMUNERATION (BAHT)			2016 REMUNERATION (BAHT)		
	MONTHLY RETAINER	MEETING ALLOWANCE	ANNUAL RETAINER (BONUS)	MONTHLY RETAINER	MEETING ALLOWANCE	ANNUAL RETAINER (BONUS)
THE BOARD OF DIRECTORS						
Chairman	160,000	×	✓	120,000	×	✓
Member	×	25,000	✓	×	25,000	✓
AUDIT COMMITTEE						
Chairman	25,000	30,000	✓	25,000	30,000	✓
Member	20,000	25,000	✓	20,000	25,000	✓
NCG COMMITTEE						
Chairman	×	30,000	✓	×	30,000	✓
Member	×	25,000	✓	×	25,000	✓
RC COMMITTEE						
Chairman	×	30,000	✓	×	30,000	✓
Member	×	25,000	✓	×	25,000	✓

The executive directors do not receive remuneration for being a director.

Remuneration for each management personnel is linked with the operating performance of the Company and his/her working performance.

In 2017, the Company paid the following remuneration;

1. Monetary Remuneration

Total monetary remuneration for the Board (only to independent directors and non-executive directors) for the year ended December 31, 2017 comprised of director monthly retainer, annual remuneration and meeting allowance totaling Baht 6,765,000 for five directors with details as follows:

NAME SURNAME POSITION	BOARD		SUB COMMITTEE							TOTAL REMUNERATION ²
			AUDIT COMMITTEE		NOMINATION AND CG COMMITTEE	REMUNERATION COMMITTEE	NON-EXECUTIVE DIRECTOR	OTHER REMUNERATION	DIRECTORS BONUS 2017 ¹	
	MONTHLY RETAINER	MEETING ALLOWANCE	MONTHLY RETAINER	MEETING ALLOWANCE	MEETING ALLOWANCE	MEETING ALLOWANCE	MEETING ALLOWANCE			
Mr. Wichian Mektrakarn Director and Chairman of the Board	1,880,000	-	-	-	-	-	-	-	400,000	2,280,000
Mr. Sitthichai Chantravadee Independent Director and Chairman of the AC	-	250,000	300,000	270,000	50,000	-	25,000	-	430,000	1,325,000
Dr. Sillapaporn Srijunpetch Independent Director and Member of the AC	-	250,000	240,000	225,000	90,000	25,000	25,000	-	430,000	1,285,000
Mr. Suraphol Pluemarom Independent Director and Member of the AC	-	250,000	240,000	225,000	-	30,000	25,000	-	430,000	1,200,000
Mr. Hansa Chevaprueke Director	-	250,000	-	-	-	-	25,000	-	400,000	675,000
TOTAL	1,880,000	1,000,000	780,000	720,000	140,000	55,000	100,000	-	2,090,000	6,765,000

¹ Bonus for the period from January to December 2017 which would be paid in March 2018.

² Director monthly retainer and meeting allowance for the period from January to December 2017, and accrued bonus which would be paid in March 2018.

2. Other Remunerations

Apart from the monetary remuneration for the independent directors and external directors, the Company provided fringe benefits (non - monetary remuneration) to an independent director, in form of shuttle car for the Company's business.

EXECUTIVE REMUNERATION

The Board has delegated to the Remuneration Committee reviews and recommends the remuneration for executives annually. The executive remuneration based on the following guidelines;

- Remuneration must be competitive, motivate and retain key executives of the Company's long term success.
- Remuneration for each executive is consistent with the results of operations of the Company in both the short and long terms.
- Consider the common interests between the Company, the executives and shareholders.

The remuneration paid to the Company's Chief Executive Officer and Executives have been approved by the Remuneration Committee is composed of these categories;

CATEGORY		THE PURPOSE AND LINK TO THE PRINCIPLE OF REMUNERATION
Fixed Pay	Salaries and other benefits such as Provident Fund	To motivate and retain competent executive.
Short Term Incentive	Annual bonus	To reward the success of the performance that defined for each year. (Measure financial and non - financial factors)
Long Term Incentive	Pay - for - performance as bonus and the granted for purchase shares (Stock Option)*	<ul style="list-style-type: none"> • To motivate and retain competent executive. • To ensure alignment between executive interests and shareholder interests. • To promote the growth and value to shareholders in long term.

Remark : * The purchase shares (Stock Option) right will be depend on the Board of Directors consideration which will be based on the appropriate time and company situations.

According to the definition of Capital Market Supervisory Board, total monetary remuneration for 8 Executives, for the year ended December 31, 2017, comprising of salary, bonus, provident fund, and other fringe benefits, was Baht 36.51 million (excluding the Executive Chairman who receives remuneration from Thaicom Plc., the indirect shareholder of the Company).

HUMAN RESOURCES

As at December 31, 2017, the Company and its subsidiaries had a total of 706 employees in major departments as follows:

MAIN DEPARTMENTS	NUMBER OF EMPLOYEES (PERSONS)	
	CSL	TMC&ADV
Marketing and Sales	165	20
Technical and Operation/Production	159	40
Customer Service	111	39
Others example ; Executive, Finance & Accounting, Human Resources etc.	130	42
TOTAL	565	141

Total remunerations for personnel of the Company and its subsidiaries consist of salary, bonus, contribution to the provident fund and other benefits amounted to Baht 613.94 Million.

HUMAN RESOURCES POLICY

CS LoxInfo PLC Group strongly believes that human resources are our most valuable asset and the key indicator of our competitive advantage. The role our employees play in the organization is even more important now in our drive towards growth and sustainable success. We aim to recruit, retain and develop the most talented people we can find. We also strive to create sustainable success and maximize individual capabilities as well as promoting the organization's corporate culture and values. The 'Human Resources Policy' contains the sections as follows:

1. Organization Structure and Manpower

The structure of the organization, position titles, job grades and manpower are reviewed every year in order to ensure alignment with the Company's business direction and strategy, and respond to any changes. Additional reviews may be conducted from time to time if required.

2. Fairness of Recruitment and Selection

Selection of the Company's employees is based not only on job profile and specification, but also on individual capability and future potential to develop. In order to implement this policy fairly and efficiently, various assessment tools are used and the results are considered by a selection committee. This ensures that the best people for the positions, who are most likely to fit into the Company's culture, are hired.

3. Equal Opportunities

The Company is an equal opportunities employer, and all staff members are provided opportunities for development and advancement based on their capability, commitment, and achievement. The Company maximizes human resource utilization without regard to personal characteristics such as race, nationality, religion, sex, age, marital status or disability.

4. Human Rights

The Company supports and respects, within its sphere of influence, the principles of human rights defined in the United Nations Universal Declaration of Human Rights. The Company shall not be complicit in the violation of human rights in any form.

5. Freedom of Association

The Company respects the rights of its employees to associate freely, and/or join workers' associations or any organizations established in accordance with applicable laws and regulations in order to benefit people, society, and/or the nation, as long as this does not involve any outside personal interests or additional sources of remuneration which may impair their independence towards performing their duties, and/or using the Company's intellectual property and time without prior permission.

6. Employee Privacy

The Company respects the privacy of all its employees and will not disclose any personal information such as salaries, medical records or family data to anyone who does not have a right to that information unless it is required to do so by law.

7. Fair Compensation Management

The Company has implemented the Job Evaluation System to determine the value or worth of a particular job in relation to other jobs within the organization in order to provide fair compensation. Regular salary and benefit surveys are conducted to benchmark the Company against the market while the cost-of-living index is taken into account to ensure that compensation packages and rewards are fair and competitive. The Company considers it a high priority to provide equitable rewards through a meritocratic system and ensure that compensation is in line with the market by using the following “3P” principle (Position, Performance and Person):

- 1) Pay for Position: compared fairly to create internal equity by determining the value of a particular job and job benchmarking with the external market.
- 2) Pay for Performance: based on the performance of each employee's team and rewarded by the annual merit-based salary increase and bonus.
- 3) Pay for Person: based on each employee's knowledge and skills, required skills and level of competency.

The Company also uses a performance management system, which aims to align its business objectives at all levels and help employees understand their value and contribution to the organization. This system also reinforces individual accountability for achieving goals, tracks individual and organizational performance results, and provides feedback and coaching to develop competencies and improve performance.

8. Welfare, Health, Environment and Safety

The Company constantly promotes a safe and healthy working environment as required under occupational health and safety legislation. Moreover, the Company provides additional facilities and wellbeing of all employees as recommended by health and safety standards.

The Company has also set up a provident fund, run by a professional fund management company certified by the Securities and Exchange Commission, to help prepare its employees for retirement.

9. Employee Development

The Company supports and invests in continuous employee development with a systematic approach whereby managers have to consistently plan, review and report on development activities for their staff that are aligned with their business direction. This development covers Managerial Knowledge and Skills, Leadership, Professional / Functional Knowledge & Skills, and Perspective Development. The Company provides a career path for advancement, supported by its succession plan and talent development program in order to achieve its objectives, fulfill its commitments to shareholders, customers and society, and improve its corporate culture and overall management.

The Company support employees to acquire any kind of knowledge and encourages its employees to learn as much as they can about their respective functions so they can advise or coach other people in the organization and apply their knowledge for the benefit of all.

The Company also encourages its employees to show initiative and is open to suggestions and new ideas that will improve business processes and overall competency. The Company provides scholarships for higher education and supports research and development that will benefit the organization, society in general and the environment.

10. Succession Planning

The Company has implemented a systematic succession plan and has appointed the committee to nominate successors and monitor their development in order to ensure that the plan is effective and transparent, providing career advancement on both the professional and management tracks.

This plan covers all senior management across the group down to the assistant vice-president level and aims to mitigate the inherent risk associated with business continuity as well as retain and foster leaders within the organization in order to ensure the Company's long-term growth and success.



11. Management Role

The Company encourages managers at all levels of the organization to undertake the following human resource management roles:

- Strengthen the understanding between the Company and its employees by building good relationships between management and staff.
- Increase staff morale by listening to employees, responding to their concerns, and providing helpful advice.
- Treat employees who encounter personal difficulties in a fair and humane manner as long as any assistance provided is in accordance with the law, the Human Resources Rules & Regulations, and the Corporate Governance Policy.

The Group considers that supervisors at all levels have significant responsibilities in taking good care of their subordinates to maintain their morale, enhance their knowledge and competencies so that they can perform their duties efficiently, and set themselves as good example for their subordinates.

In order to consider details relating to Human Resources, the Board of Directors assigned the management to quarterly report the human resources data to the Board.

Furthermore, in the year 2017, the Board of Directors had identified “Employees Engagement Survey” to be a part of the Company’s KPI in order to understand the current employee engagement level. This survey shall be a guideline to improve and develop the Company to maintain a benefit of employees as the stakeholders of the Company.

12. Community and Social Responsibility

The Company supports the practice of mindfulness and sharing with others, and encourages all employees to voluntarily participate in and/or initiate CSR or community - based activities for the good of society.

DIRECTORS



Mr. Wichian Mektrakarn

Chairman of the Board of Directors



Mr. Suraphol Pluemarom

Independent Director /
Member of the Audit Committee /
Chairman of the Remuneration
Committee



Dr. Sillapaporn Srijunpetch

Independent Director /
Member of the Audit Committee /
Member of the Remuneration Committee /
Chairman of the Nomination and
CG Committee



Mr. Sitthichai Chantravadee

Independent Director /
Chairman of the Audit Committee /
Member of the Nomination and
CG Committee



Mr. Hansa Chevapurke

Director /
Representative of CAT Telecom Plc.



Mr. Goh Boon Huat²

Director /
Member of the Executive Committee /
Member of the Remuneration Committee /
Member of the Nomination and
CG Committee / Representative of major
shareholder / Authorized Directors



Mr. Paiboon Panuwattanawong¹

Director /
Chairman of the Executive Committee /
Member of the Remuneration Committee /
Member of the Nomination and
CG Committee /
Representative of major shareholder /
Authorized Directors



**Mr. Anuwat
Sanguansappayakorn**³

Director / Member of the Executive
Committee / Representative of major
shareholder / Authorized Directors



Mr. Anant Kaewruamvongs

Director /
Member of the Executive Committee /
Representative of major shareholder /
Authorized Directors

¹ Resigned from the position of Director, Chairman of the Executive Committee, Member of the Remuneration Committee and Member of the Nomination and CG Committee, effective from January 28, 2018 onward. The Board of Directors Meeting No.2/2018 on January 29, 2018 approved the appointment of Mr.Hui Weng Cheong for replacing in all position with effective from January 29, 2018 onward. Details were shown in Form 56- 1.

² Resigned from the position of Director, Member of the Executive Committee, Member of the Remuneration Committee and Member of the Nomination and CG Committee, effective from January 28, 2018 onward. The Board of Directors Meeting No.2/2018 on January 29, 2018 approved the appointment of Mr.Anek Pana- apichon for replacing in all position with effective from January 29, 2018 onward. Details were shown in Form 56- 1.

³ Resigned from the position of Director and Member of the Executive Committee, effective from January 28, 2018 onward. The Board of Directors Meeting No.2/2018 on January 29, 2018 approved the appointment of Mr.Tee Seeumpornroj for replacing in all position with effective from January 29, 2018 onward. Details were shown in Form 56- 1.

MANAGEMENT TEAM



Mr. Anant Kaewruamvongs

Chief Executive Officer and
Managing Director



Mr. Surasak Uthayopas

Vice President -
Technical and Operations



Dr. Somchai Kittichaikoonkit

Vice President - Marketing and Sales



Mrs. Wanida Yusamart

Acting Chief Finance Officer



Mrs. Suwanund Jetsawangsi

Senior Director - Customer Support



Mr. Kiat Intarasuriyawong

Senior Director -
Technical Presales & Solution



Mr. Pinyo Pohngern

Senior Director - Information System



Ms. Sarisorn Chandramya

Senior Director - Legal & Compliance /
Company Secretary



Mr. Wichian Mektrakarn

63 years
Thai Nationality

POSITION	Chairman of the Board of Directors
APPOINTMENT DATE	28 March 2016
SHAREHOLDING ¹⁾ (SHARES)	None
RELATIONSHIP WITH MANAGEMENT	None
HIGHEST EDUCATION	

- Bachelor Degree BS EEE-Electrical & Electronics Engineering (Honor), California Polytechnic University, USA
- Mini MBA, Chulalongkorn University
- Advanced Certificate Course in Management of Public Economics for Executives (Class 17/2014) King Prajadhipok's Institute

TRAINING: THAI INSTITUTE OF DIRECTORS (IOD) AND OTHER

DCP: Director Certification Program Class 107/2008
RCP: Role of the Chairman Program Class 41/2017
Year 2009 - CMA: Capital Market Academy Class 8/2009 by Stock Exchange of Thailand
Year 2017 - Fraud protection in organization by PricewaterhouseCoopers Consulting (Thailand) Ltd.

EXPERIENCE

2016 - Present Chairman of the Board of Directors, CS LoxInfo Plc.

POSITION IN OTHER BUSINESS

Listed Companies in the Stock Exchange of Thailand

2016 - Present Director and Member of the Executive and Strategy Committee, Pruksa Holding Plc.

2015 - Present Independent Director and Member of the Audit Committee, Aapico Hitech Plc.

Non - Listed Companies in the Stock Exchange of Thailand

2015 - Present Chairman of the Board of Directors, Aira & Aiful Plc.

2014 - Present Director and Member of the Audit Committee, Thanachart Insurance Plc.
Director, Pruksa Real Estate Plc.

2013 - Present Director, Wiang Samran Hotel

PAST EXPERIENCE

2014 - 2016 Qualified Director, International School of Engineering, Chulalongkorn University

2011 - 2016 Member of the Executive Committee, Intouch Holdings Plc.

2014 - 2016 Advisor, Advanced Info Service Plc.

2009 - 2014 Chief Executive Officer, Advanced Info Service Plc.

ILLEGAL RECORD IN PAST 10 YEARS	None
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Mr. Sitthichai Chantravadee

66 years
Thai Nationality

POSITION	Independent Director / Chairman of the Audit Committee / Member of the Nomination and CG Committee
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APPOINTMENT DATE	30 March 2011
SHAREHOLDING ¹⁾ (SHARES)	None
RELATIONSHIP WITH MANAGEMENT	None

HIGHEST EDUCATION

Master Degree in Accounting, Chulalongkorn University

TRAINING: THAI INSTITUTE OF DIRECTORS (IOD) AND OTHER

ACP: Audit Committee Program Class 12/2006
DAP: Director Accreditation Program Class 49/2006
DCP: Director Certification Program Class 69/2006
MFM: Monitoring Fraud Risk Management Class 1/2009
MIA: Monitoring the Internal Audit Function Class 5/2009
MIR: Monitoring the System of Internal Control and Risk Management Class 6/2009
MFR: Monitoring the Quality of Finance Reporting Class 7/2009
DCPU: Director Certification Program Update Class 5/2015
AACP: Advanced Audit Committee Program Class 21/2015

EXPERIENCE

2015 - Present Independent Director and Chairman of the Audit Committee, CS LoxInfo Plc.

POSITION IN OTHER BUSINESS

Listed Companies in the Stock Exchange of Thailand

2012 - Present Director and Chairman of Remuneration Committee, Thai British Security Printing Plc.

2011 - Present Audit Advisor, S & P Syndicate Plc.

Non - Listed Companies in the Stock Exchange of Thailand

2012 - Present Independent Director, Thai Cane Paper Plc.

PAST EXPERIENCE

2002 - 2017 Independent Director, Member of the Audit Committee and Risk Management, Sammakorn Plc.

2011 - 2015 Independent Director and Member of the Audit Committee, CS LoxInfo Plc.

2000 - 2010 Director, The Audit Office, The Siam Cement Plc.

2001 - 2003 Chairman of the Board of the Institute of Internal Auditors of Thailand

ILLEGAL RECORD IN PAST 10 YEARS	None
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¹⁾ Includes holdings by spouse and minor children as at December 31, 2017



Dr. Sillapaporn Srijunpetch

54 years
Thai Nationality

POSITION	Independent Director / Member of the Audit Committee / Member of the Remuneration Committee / Chairman of the Nomination and CG Committee
APPOINTMENT DATE	10 November 2005
SHAREHOLDING ¹⁾ (SHARES)	None
RELATIONSHIP WITH MANAGEMENT	None
HIGHEST EDUCATION	Doctorate Degree in Accounting, Manchester Business School, University of Manchester, UK
TRAINING: THAI INSTITUTE OF DIRECTORS (IOD) AND OTHER	DAP: Director Accreditation Program Class 51/2006 Year 2017 - Fraud protection in organization by PricewaterhouseCoopers Consulting (Thailand) Ltd.
EXPERIENCE	2005 - Present Independent Director and Member of the Audit Committee, CS LoxInfo Plc.
POSITION IN OTHER BUSINESS	<u>Listed Companies in the Stock Exchange of Thailand</u> None <u>Non-Listed Companies in the Stock Exchange of Thailand</u> 1997 - Present Lecturer, Faculty of Commerce and Accountancy, Thammasat University
PAST EXPERIENCE	2004 - 2006 Director of Master of Accounting Profession Faculty of Commerce and Accountancy, Thammasat University 1995 - 1997 Director and Group Financial Controller, Jardine Matheson (Thailand) Limited 1986 - 1995 Senior Manager, PriceWaterhouseCoopers ABAS Co., Ltd.
ILLEGAL RECORD IN PAST 10 YEARS	None



Mr. Suraphol Pluemarom

62 years
Thai Nationality

POSITION	Independent Director / Member of the Audit Committee / Chairman of the Remuneration Committee
APPOINTMENT DATE	25 March 2015
SHAREHOLDING ¹⁾ (SHARES)	None
RELATIONSHIP WITH MANAGEMENT	None
HIGHEST EDUCATION	Master of Management, Sasin Graduate Institute of Business Administration of Chulalongkorn University
TRAINING: THAI INSTITUTE OF DIRECTORS (IOD) AND OTHER	DAP: Director Accreditation Program Class 67/2007 DCP: Director Certification Program Class 229/2016
EXPERIENCE	2015 - Present Independent Director and Member of the Audit Committee, CS LoxInfo Plc.
POSITION IN OTHER BUSINESS	<u>Listed Companies in the Stock Exchange of Thailand</u> None <u>Non-Listed Companies in the Stock Exchange of Thailand</u> 2001 - Present Managing Director, Professional Alliance Legal Advisory Co., Ltd. 2015 - Present Independent Director and Member of the Audit Committee, Thai Light Block and Panel Company Co., Ltd.
PAST EXPERIENCE	2007 - 2017 Independent Director and Audit Committee, Draco PCB Plc. 2001 - 2016 Executive Director, The Institute of Advocacy Training of the Law Council of Thailand 1994 - 2001 Managing Director, Crown Development Co., Ltd. 1978 - 1994 Vice President of Legal & Tax Affairs, Berli Jucker Plc.
ILLEGAL RECORD IN PAST 10 YEARS	None

¹⁾ Includes holdings by spouse and minor children as at December 31, 2017



Mr. Hansa Chevapurke

58 years

Thai Nationality

POSITION	Director / Representative of CAT Telecom Plc.
APPOINTMENT DATE	12 March 2010
SHAREHOLDING ¹⁾ (SHARES)	None
RELATIONSHIP WITH MANAGEMENT	None
HIGHEST EDUCATION	

- Master of Public and Private Management Program, Graduate School of Public Administration, National Institute of Development Administration (NIDA)
- Graduate Diploma in Politics and Governance in Systems for Executives Class 14, King Prajadhipok's Institute
- National Defense College class 54
- Diploma, The 6th Course on Administrative Justice for Executive, The Administrative Court

TRAINING: THAI INSTITUTE OF DIRECTORS (IOD) AND OTHER

DCP: Director Certification Program Class 132/2010
SFE: Successful Formulation & Execution of Strategy Class 17/2013

EXPERIENCE

2010 - Present Director, CS LoxInfo Plc.

POSITION IN OTHER BUSINESS

Listed Companies in the Stock Exchange of Thailand

None

Non - Listed Companies in the Stock Exchange of Thailand

2011 - Present Senior Executive Vice President, CAT Telecom Plc.

PAST EXPERIENCE

2009 - 2011 Vice President, Business Partner Contract Management Department, CAT Telecom Plc.

2007 - 2009 Executive Vice President, Legal Counsel CAT Telecom Plc.

ILLEGAL RECORD IN PAST 10 YEARS	None
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Mr. Goh Boon Huat

49 years

Singaporean Nationality

POSITION	Director / Member of the Executive Committee / Member of the Remuneration Committee / Member of the Nomination and CG Committee / Representative of major shareholder / Authorized Directors
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APPOINTMENT DATE	8 August 2016
SHAREHOLDING ¹⁾ (SHARES)	None
RELATIONSHIP WITH MANAGEMENT	None
HIGHEST EDUCATION	

Post Graduate - MBA, Imperial University, London, UK

TRAINING: THAI INSTITUTE OF DIRECTORS (IOD) AND OTHER

DAP: Director Accreditation Program Class 135/2017

EXPERIENCE

2016 - Present Director and Member of the Executive Committee, CS LoxInfo Plc.

POSITION IN OTHER BUSINESS

Listed Companies in the Stock Exchange of Thailand

None

Non - Listed Companies in the Stock Exchange of Thailand

2010 - Present Vice President of Product Management, Group Enterprise Singapore Telecommunications Ltd

PAST EXPERIENCE

2001 - 2010 Product Director, Singapore Telecommunications Ltd.

ILLEGAL RECORD IN PAST 10 YEARS	None
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¹⁾ Includes holdings by spouse and minor children as at December 31, 2017



Mr. Paiboon Panuwattanawong **58 years**
Thai Nationality

POSITION	Director / Chairman of the Executive Committee / Member of the Remuneration Committee / Member of the Nomination and CG Committee / Representative of major shareholder / Authorized Directors
APPOINTMENT DATE	1 October 2015
SHAREHOLDING ¹⁾ (SHARES)	None
RELATIONSHIP WITH MANAGEMENT	None
HIGHEST EDUCATION	<ul style="list-style-type: none"> Master of Science in Electrical Engineering (M.S.E.E.) Carnegie Mellon University, Pittsburgh, PA, USA National Defense College class 57
TRAINING: THAI INSTITUTE OF DIRECTORS (IOD) AND OTHER	DCP: Director Certification Program class: 119/2009
EXPERIENCE	2015 - Present Director and Chairman of the Executive Committee, CS LoxInfo Plc.
POSITION IN OTHER BUSINESS	<u>Listed Companies in the Stock Exchange of Thailand</u> 2016 - Present Member of Executive Committee, Advanced Info Service Plc. 2015 - Present Director, Chief Executive Officer, Thaicom Plc. and Director of the subsidiaries and associates Company for 13 Companies 2011 - Present Member of Executive Committee, Thaicom Plc. <u>Non - Listed Companies in the Stock Exchange of Thailand</u> None PAST EXPERIENCE 2009 - 2015 Chief Technical Officer, Thaicom Plc.
ILLEGAL RECORD IN PAST 10 YEARS	None



Mr. Anuwat Sanguansappayakorn ²⁾ **52 years**
Thai Nationality

POSITION	Director / Member of the Executive Committee / Representative of major shareholder / Authorized Directors
APPOINTMENT DATE	1 September 2017
SHAREHOLDING ¹⁾ (SHARES)	None
RELATIONSHIP WITH MANAGEMENT	None
HIGHEST EDUCATION	<ul style="list-style-type: none"> Master Degree in Accounting, Chulalongkorn University Diploma, ISP Class 116 by Institute of Security Psychology, National Defence Studies Institute, Royal Thai Armed Forces Headquarters
TRAINING: THAI INSTITUTE OF DIRECTORS (IOD) AND OTHER	DCP: Director Certification Program Class 88/2007 Year 2012 - TLCA Executive Development Program (EDP) Class 9 by Thai Listed Companies Association
EXPERIENCE	Sep 17 - Present Director and Member of the Executive Committee, CS LoxInfo Plc.
POSITION IN OTHER BUSINESS	<u>Listed Companies in the Stock Exchange of Thailand</u> Sep 17 - Present Acting Chief Financial Officer, Thaicom Plc. and Director of the subsidiaries and associates Company for 14 Companies <u>Non - Listed Companies in the Stock Exchange of Thailand</u> None PAST EXPERIENCE 2003 - Aug 17 Chief Finance Officer, CS LoxInfo Plc. 1998 - 2003 Accounting Manager, CS Communications Co., Ltd. 1997 - 1997 Planing Manager, Thai Capital Final Finance & Securities Co., Ltd. 1996 - 1997 Investment banking Manager, Krung Thai Finance & Securities Co., Ltd.
ILLEGAL RECORD IN PAST 10 YEARS	None

¹⁾ Includes holdings by spouse and minor children as at December 31, 2017

²⁾ Being appointed by the Board Meeting No. 6/2017 on August 8, 2017 as Director to replace Mr. Vuthi Asvasermcharoen who resigned with effect from September 1, 2017



Mr. Anant Kaewruamvongs

56 years

Thai Nationality

POSITION	Director / Member of the Executive Committee / Representative of major shareholder / Chief Executive Officer and Managing Director / Authorized Directors
APPOINTMENT DATE	9 June 2011
SHAREHOLDING ¹⁾ (SHARES)	0.1024% or 609,000
RELATIONSHIP WITH MANAGEMENT	None
HIGHEST EDUCATION	

- Master Degree in Management, SASIN Graduate Institute of Business Administration of Chulalongkorn University
- Diploma, National Defence College, The Joint State - Private Sector Course (JSP) Class 26

TRAINING: THAI INSTITUTE OF DIRECTORS (IOD) AND OTHER

DCP: Directors Certification Program Class 66/2005
 DAP: Director Accreditation Program Class 45/2005
 SFE: Successful Formulation and Execution of Strategy Class 6/2010
 HRP: How to Develop a Risk Management Plan Class 9/2016
 Year 2008 - TLCA Executive Development Program (EDP)
 Class 2 by Thai Listed Companies Association
 Year 2014 - Advanced Management Program 187 by
 Harvard Business School, USA

EXPERIENCE

2013 - Present Chief Executive Officer and Managing Director, CS LoxInfo Plc.
 2011 - Present Director and Member of the Executive Committee, CS LoxInfo Plc.

POSITION IN OTHER BUSINESS

Listed Companies in the Stock Exchange of Thailand

None

Non-Listed Companies in the Stock Exchange of Thailand

None

PAST EXPERIENCE

2005 - 2013 Managing Director, CS LoxInfo Plc.
 2007 - 2007 Director and Member of the Executive Committee, CS LoxInfo Plc.
 1999 - 2005 Deputy Managing Director, CS LoxInfo Plc.
 1997 - 1999 General Manager, CS Satellite Phone Co., Ltd.
 1995 - 1997 General Manager, Lao Telecommunications Co., Ltd.

ILLEGAL RECORD IN PAST 10 YEARS

None



Mr. Surasak Uthayopas

54 years

Thai Nationality

POSITION	Vice President - Technical and Operations
APPOINTMENT DATE	1 April 2014
SHAREHOLDING ¹⁾ (SHARES)	0.0008% or 5,000
RELATIONSHIP WITH MANAGEMENT	None
HIGHEST EDUCATION	

Master of Engineering (Electrical Engineering), Chulalongkorn University

TRAINING: THAI INSTITUTE OF DIRECTORS (IOD) AND OTHER

DCP: Director Certification Program Class 177/2013
 Year 2013 - TLCA Executive Development Program (EDP)
 Class 11 by Thai Listed Companies Association

EXPERIENCE

2014 - Present Vice President - Technical & Operation, CS LoxInfo Plc.

POSITION IN OTHER BUSINESS

Listed Companies in the Stock Exchange of Thailand

None

Non-Listed Companies in the Stock Exchange of Thailand

None

PAST EXPERIENCE

2009 - 2014 Senior Director - Technical & Operation, CS LoxInfo Plc.
 2008 - 2009 Acting Senior Director - Technical & Operation, CS LoxInfo Plc.
 2006 - 2008 Senior Project Manager, Smiths Detection (Thailand)
 1998 - 2006 Assistant Vice President, Loxley Plc.
 1995 - 1998 Assistant Vice President, Loxley Infra Co., Ltd.

ILLEGAL RECORD IN PAST 10 YEARS

None

¹⁾ Includes holdings by spouse and minor children as at December 31, 2017



Dr. Somchai Kittichaikoonkit

51 years

Thai Nationality

POSITION	Vice President - Marketing and Sales
APPOINTMENT DATE	1 April 2014
SHAREHOLDING ¹⁾ (SHARES)	0.0317% or 188,187
RELATIONSHIP WITH MANAGEMENT	None
HIGHEST EDUCATION	Doctorate Degree in Electronic Engineering, Tohoku University, Japan
TRAINING: THAI INSTITUTE OF DIRECTORS (IOD) AND OTHER	DCP: Director Certification Program Class 180/2013 Year 2013 - TLCA Executive Development Program (EDP) Class 10 by Thai Listed Companies Association
EXPERIENCE	2014 - Present Vice President - Marketing and Sales, CS LoxInfo Plc.
POSITION IN OTHER BUSINESS	<u>Listed Companies in the Stock Exchange of Thailand</u> None <u>Non-Listed Companies in the Stock Exchange of Thailand</u> None
PAST EXPERIENCE	2009 - 2014 Senior Director - Marketing, CS LoxInfo Plc. 1999 - 2009 Director - Marketing, CS LoxInfo Plc. 1997 - 1998 IT Specialist, Shinawatra Information Technology Co., Ltd.
ILLEGAL RECORD IN PAST 10 YEARS	None



Mrs. Wanida Yusamart ³⁾

47 years

Thai Nationality

POSITION	Acting Chief Finance Officer
APPOINTMENT DATE	1 September 2017
SHAREHOLDING ¹⁾ (SHARES)	0.0001% or 30
RELATIONSHIP WITH MANAGEMENT	None
HIGHEST EDUCATION	Master Degree in Accounting, Thammasart University
TRAINING: THAI INSTITUTE OF DIRECTORS (IOD) AND OTHER	None
EXPERIENCE	Sep 17 - Present Acting Chief Finance Officer, CS LoxInfo Plc. 2015 - Present Senior Director - Finance & Accounting, CS LoxInfo Plc
POSITION IN OTHER BUSINESS	<u>Listed Companies in the Stock Exchange of Thailand</u> None <u>Non-Listed Companies in the Stock Exchange of Thailand</u> None
PAST EXPERIENCE	2011 - 2015 Director - Finance & Accounting, CS LoxInfo Plc. 2005 - 2011 Assistant Director - Finance & Accounting, CS LoxInfo Plc. 2000 - 2005 Senior Accounting Manager, Loxley Information Services Co., Ltd. 1993 - 1999 Senior Auditor, Pricewaterhouse Limited
ILLEGAL RECORD IN PAST 10 YEARS	None

¹⁾ Includes holdings by spouse and minor children as at December 31, 2017

³⁾ Being a Management as defined by the SEC with effect from September 1, 2017

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**Mr. Pingo Pohngern** ³⁾**52 years**
Thai Nationality

POSITION	Senior Director - Information System
APPOINTMENT DATE	1 April 2013
SHAREHOLDING ¹⁾ (SHARES)	None
RELATIONSHIP WITH MANAGEMENT	None
HIGHEST EDUCATION	Master of Science, (Applied Statistics and Information Technology), National Institute of Development Administration
TRAINING: THAI INSTITUTE OF DIRECTORS (IOD) AND OTHER	None
EXPERIENCE	2013 - Present Senior Director - Information System, CS LoxInfo Plc.
POSITION IN OTHER BUSINESS	<u>Listed Companies in the Stock Exchange of Thailand</u> None <u>Non - Listed Companies in the Stock Exchange of Thailand</u> None
PAST EXPERIENCE	2006 - 2013 Director-Information System, CS LoxInfo Plc. 2004 - 2006 Assistant Director - Information System, CS LoxInfo Plc. 2000 - 2004 Assistant Vice President - Software System, Loxley Information Services Co., Ltd.
ILLEGAL RECORD IN PAST 10 YEARS	None

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**Mrs. Suwanund Jetsawangsi** ³⁾**52 years**
Thai Nationality

POSITION	Senior Director - Customer Support
APPOINTMENT DATE	1 April 2017
SHAREHOLDING ¹⁾ (SHARES)	None
RELATIONSHIP WITH MANAGEMENT	None
HIGHEST EDUCATION	Master Degree in Business Administration, University of The Thai Chamber of Commerce
TRAINING: THAI INSTITUTE OF DIRECTORS (IOD) AND OTHER	None
EXPERIENCE	Apr 17 - Present Senior Director - Customer Support, CS LoxInfo Plc.
POSITION IN OTHER BUSINESS	<u>Listed Companies in the Stock Exchange of Thailand</u> None <u>Non - Listed Companies in the Stock Exchange of Thailand</u> None
PAST EXPERIENCE	2006 - 2017 Director - Customer Support, CS LoxInfo Plc. 2003 - 2006 Assistant Director - Sales, CS LoxInfo Plc. 1996 - 2003 Assistant Director - Sales, Loxley Information Services Co., Ltd.
ILLEGAL RECORD IN PAST 10 YEARS	None

¹⁾ Includes holdings by spouse and minor children as at December 31, 2017³⁾ Being a Management as defined by the SEC with effect from September 1, 2017



Mr. Kiat Intarasuriyawong ³⁾ **47 years**
Thai Nationality

POSITION	Senior Director - Technical Presales & Solution
APPOINTMENT DATE	1 February 2016
SHAREHOLDING ¹⁾ (SHARES)	None
RELATIONSHIP WITH MANAGEMENT	None
HIGHEST EDUCATION	Bachelor Degree in Electronic Engineering, King Mongkut's Institute of Technology Ladkrabang
TRAINING: THAI INSTITUTE OF DIRECTORS (IOD) AND OTHER	None
EXPERIENCE	2016 - Present Senior Director - Technical Presales & Solution, CS LoxInfo Plc.
POSITION IN OTHER BUSINESS	<u>Listed Companies in the Stock Exchange of Thailand</u> None <u>Non - Listed Companies in the Stock Exchange of Thailand</u> None
PAST EXPERIENCE	2014 - 2016 Senior Director - Technical and Operations, CS LoxInfo Plc. 2007 - 2014 Director - Technical and Operations, CS LoxInfo Plc. 2003 - 2007 Acting Director - Technical and Operations, CS LoxInfo Plc. 1992 - 2003 Assistant Vice President - Technical and Operations, Loxley Information and Services Co., Ltd.
ILLEGAL RECORD IN PAST 10 YEARS	None



Ms. Sarisorn Chandramya ³⁾ **47 years**
Thai Nationality

POSITION	Senior Director - Legal & Compliance / Company Secretary
APPOINTMENT DATE	Management: 1 April 2017 Company Secretary: 9 June 2011
SHAREHOLDING ¹⁾ (SHARES)	0.0040% or 24,000
RELATIONSHIP WITH MANAGEMENT	None
HIGHEST EDUCATION	<ul style="list-style-type: none"> • Master Degree of Arts in Economic Laws, Chulalongkorn University • Barrister at Laws, Institute of Education, Thai Bar Association • Graduate Diploma in Business Law, Thammasat University • Bachelor Degree of Laws, Thammasat University
TRAINING: THAI INSTITUTE OF DIRECTORS (IOD) AND OTHER	CSP: Company Secretary Program Class 41/2011 EMT: Effective Minute Taking Class 20/2011 CRP: Company Reporting Program Class 2/2011 ACPG: Anti - Corruption: The Practical Guide Class 2/2013 FPCS: Fundamentals Practice for Corporate Secretaries Class 29/2014 Year 2015 - Risk Management Certificate Program Class 5 by The Faculty of Economics, Chulalongkorn University
EXPERIENCE	Apr 17 - Present Senior Director - Legal & Compliance, CS LoxInfo Plc. 2011 - Present Company Secretary, CS LoxInfo Plc.
POSITION IN OTHER BUSINESS	<u>Listed Companies in the Stock Exchange of Thailand</u> None <u>Non - Listed Companies in the Stock Exchange of Thailand</u> None
PAST EXPERIENCE	2015 - 2017 Director - Legal, CS LoxInfo Plc. 2014 - 2015 Assistant Director - Legal, CS LoxInfo Plc. 2003 - 2014 Senior Legal Manager, CS LoxInfo Plc. 1995 - 2003 Senior Legal Counsel, Shin Satellite Plc. 1995 - 1995 Legal Officer, Citicorp Finance Co., Ltd. 1992 - 1994 Comptroller in Bankruptcy, Legal Execution Department
ILLEGAL RECORD IN PAST 10 YEARS	None

¹⁾ Includes holdings by spouse and minor children as at December 31, 2017

³⁾ Being a Management as defined by the SEC
with effect from September 1, 2017

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DIRECTORS AND MANagements' SHAREHOLDING IN THE COMPANY AND ITS SUBSIDIARIES

NO.	NAME	POSITION	CS LOXINFO PLC.				TELEINFO MEDIA PLC.				AD VENTURE PLC.			
			ORDINARY SHARES (SHARES)				ORDINARY SHARES (SHARES)				ORDINARY SHARES (SHARES)			
			31DEC16	CHANGES DURING 2017 INCREASE	DECREASE	31DEC17	31DEC16	CHANGES DURING 2017 INCREASE	DECREASE	31DEC17	31DEC16	CHANGES DURING 2017 INCREASE	DECREASE	31DEC17
1	Mr. Wichian Mektrakarn	Chairman of the Board of Directors	-	-	-	-	-	-	-	-	-	-	-	-
	Spouse and Minor children		-	-	-	-	-	-	-	-	-	-	-	-
2	Mr. Sitthichai Chantravadee	Independent Director and Chairman of the Audit Committee	-	-	-	-	-	-	-	-	-	-	-	-
	Spouse and Minor children		-	-	-	-	-	-	-	-	-	-	-	-
3	Mr. Suraphol Pluemarom	Independent Director and Member of the Audit Committee	-	-	-	-	-	-	-	-	-	-	-	-
	Spouse and Minor children		-	-	-	-	-	-	-	-	-	-	-	-
4	Dr. Silapaporn Srijunpetch	Independent Director and Member of the Audit Committee	-	-	-	-	-	-	-	-	-	-	-	-
	Spouse and Minor children		-	-	-	-	-	-	-	-	-	-	-	-
5	Mr. Hansa Chevapurke	Director	-	-	-	-	-	-	-	-	-	-	-	-
	Spouse and Minor children		-	-	-	-	-	-	-	-	-	-	-	-
6	Mr. Paiboon Panuwattanawong	Director and Chairman of the Executive Committee	-	-	-	-	-	-	-	-	-	-	-	-
	Spouse and Minor children		-	-	-	-	-	-	-	-	-	-	-	-
7	Mr. Goh Boon Huat	Director and Member of the Executive Committee	-	-	-	-	-	-	-	-	-	-	-	-
	Spouse and Minor children		-	-	-	-	-	-	-	-	-	-	-	-
8	Mr. Anuwat Sanguansappayakom ¹⁾	Director and Member of the Executive Committee	-	-	-	-	1	-	-	1	1	-	-	1
	Spouse and Minor children		-	-	-	-	-	-	-	-	-	-	-	-
9	Mr. Anant Kaewruamvongs	Director and Member of the Executive Committee	609,000	-	-	609,000	1	-	-	1	1	-	-	1
	Spouse and Minor children		-	-	-	-	-	-	-	-	-	-	-	-
10	Mr. Surasak Uthayopas	Vice President - Technical and Operations	5,000	-	-	5,000	-	-	-	-	-	-	-	-
	Spouse and Minor children		-	-	-	-	-	-	-	-	-	-	-	-
11	Dr. Somchai Kittichaikoonkit	Vice President - Marketing and Sales	188,187	-	-	188,187	-	-	-	-	-	-	-	-
	Spouse and Minor children		-	-	-	-	-	-	-	-	-	-	-	-
12	Mrs. Wanida Yusamat ²⁾	Acting Chief Finance Officer	30	-	-	30	-	1	-	1	-	1	-	1
	Spouse and Minor children		-	-	-	-	-	-	-	-	-	-	-	-
13	Mr. Pinyo Pongern ²⁾	Senior Director - Information System	-	-	-	-	-	-	-	-	-	-	-	-
	Spouse and Minor children		-	-	-	-	-	-	-	-	-	-	-	-
14	Mrs. Suwanund Jetsawangsnri ²⁾	Senior Director - Customer Support	-	-	-	-	-	-	-	-	-	-	-	-
	Spouse and Minor children		-	-	-	-	-	-	-	-	-	-	-	-
15	Mr. Kiat Intarasuriyawong ²⁾	Senior Director Technical Presales & Solution, Technical and Operations	21,057	-	21,057	-	-	-	-	-	-	-	-	-
	Spouse and Minor children		-	-	-	-	-	-	-	-	-	-	-	-
16	Ms. Sarisorn Chandaramya ²⁾	Senior Director - Legal & Compliance and Company Secretary	24,000	-	-	24,000	1	-	-	1	1	-	-	1
	Spouse and Minor children		-	-	-	-	-	-	-	-	-	-	-	-

¹⁾ Being appointed by the Board Meeting No. 6/2017 on August 28, 2017 as Director to replace Mr. Vuthi Asvasemcharoen who resigned with effect from September 1, 2017

²⁾ Being appointed as Executive under the definition of SEC with effect from September 1, 2017

CORPORATE GOVERNANCE



CG POLICY

The Board of Directors believes that leadership of a visionary and responsible Board of Directors, with accountability to stakeholders, that can motivate and guide management, using a sound management system that utilizes internal control to balance business priorities and operations transparency, while respecting the rights and equitable treatment of all shareholders, are the essential factors in maximizing long term shareholders value. To this end, the Board has established a good CG Policy that addresses five key areas:

1. Board's Structure, Composition, Roles and Responsibilities
2. The Rights and Equitable treatment of Shareholders and the Roles of Stakeholders
3. Information Disclosure and Transparency
4. Internal Control and Risk Management
5. Code of Conduct

Since 2005, the Board has subscribed to the growing importance of CG and has since overseen the implementation of appropriate practices to enhance CG awareness and standard within the Company. The Board annually reviews the CG policy of the Company to ensure that it is up to date and at an acceptable standard in the context of its business and operations.

CHAPTER 1: BOARD OF DIRECTORS

1. LEADERSHIP AND VISION

The Board positions of CS LoxInfo Public Company Limited (CSL), a Company within INTOUCH Group, to be a leading Thai Company, recognized by domestic and international investors as one with proven success in its business mission which is supported by strong management and competent staff.

The Board members exercise leadership, vision and independence in making decisions, and are responsible for the strategic direction and governance of the Company in creating value for its stakeholders through sound and sustainable business performance. To this end, the duties, roles and responsibilities of the Chairman of the Board, the Chairman of the Executive Committee, Chief Executive Officer and the Managing Director are clearly segregated.

The Board approves the annual business plans proposed by management of the Company and its

subsidiaries by reference to stated business direction, assessment of the target market conditions and discussions with key management personnel. Implementation of the approved business plan by management is guided and overseen by the Executive Committee, a sub-committee of the Board. Key operating results and information are provided monthly to each member of the Board which meets quarterly to review financial performance and approves the financial statements for communication to the investing public.

Through the Executive Committee, the Board ensures that the business positioning and operations are in line with strategic direction set and articulated.

In 2012, the Board redefined and expanded the Company's internet services (herein after referred to as ICT services) strategy to include internet, computer and communication services to better serve customer needs in a larger target market. As a result, the Company recorded much larger revenue streams from system integration and solution.

As there is an increasing trend and more customers are interested in ICT service in the year of 2013, the Board of Directors by the suggestion of the Executive Committees approved purchasing land to build the new Internet Data Center (IDC) in order to strengthen the ICT business of the Company, sufficiently supply the demand of the customers and help managing a diversification. IDC is finished at 2014 and now ready to serve the customer.

In addition, the Board ensures that the Company conducts its business within the statutory legal and regulatory framework. Non-executive Directors meeting takes place at least once a year to discuss the state of the Company for example business and financial performance, risk management, human resource management, cash flow and corporate reputation and identify areas of improvement.

2. COMPOSITION OF THE BOARD OF DIRECTORS, THE APPOINTMENT, AND ITS INDEPENDENCE

- 2.1 The Board must hold qualification as stipulated in Section 68 of Public Limited Companies Act B.E.2535 pursuant to the related Notifications of Securities and Exchange Commission (SEC). The Company has to additionally consider knowledge, ability, experience, and management expertise of that person. The Directors must have adequate time and devote their knowledge and abilities in performing duties to the Company. There shall be

sufficient directors to govern the corporation with not less than 5 as required by law, and not exceeding 12. The Directors shall have variety of experience; at least one director shall be experienced in the area of Telecommunications, and at least one in the area of Finance and Accounting.

- 2.2 The Board shall be representative of all shareholders, not of a particular group of shareholders.
- 2.3 The Board shall include independent directors, consisting of at least one - third of the entire Board, but not less than three people. More than one - half of the Board must be non - executive directors in order to ensure a good balance between executive and non - executive members.
- 2.4 The Board should have a policy in which there should be a proportional number of directors fairly representing the investments of the controlling shareholders of the Company.
- 2.5 Appointment of the Board shall be complied with under the Articles of Association of the Company and the prescribed relevant laws. Selection of directors shall be transparent and clear, and processed through the Nomination and Governance Committee. Considerations shall be made on the educational and professional background of the candidates. Sufficient decision - making information shall be provided to the Board and shareholders.
- 2.6 Directors shall have a term as defined in the Articles of Association of the Company. A retired director can be re - elected with no upper ceiling to the number of re - elections, with the exception to the independent directors who can serve on the directorship for a maximum of 3 consecutive terms, or no longer than 9 years.
- 2.7 Age limit for Directors
- 2.7.1 It is the Board's policy that an individual who will be 72 years of age or older at the time of appointment shall not be nominated as a director. When this policy becomes effective, current directors who are 72 years of age or older may still hold their positions for their remaining terms of office.
- 2.7.2 The Board may approve the nomination for re - appointment of directors who will be 72 years of age or older at the time of appointment for only one more term.

Presently, the Board consists of nine qualified and experienced directors in the relevant fields, including telecommunications, legal and accounting, as well as finance and business management. Four Board members are representatives of two major shareholders; one is representative of CAT Telecom Plc., a shareholder; one is non - executive director and three are independent directors, who together account for 33.33 percent of the Board.

Qualifications of the Board of Directors

Directors of the Company have qualifications and characteristics as specified in the relevant laws. They have knowledge, capability and ethics in carrying out business and sufficient time to devote their knowledge and capabilities in performing duties for the Company. It is acceptable for them to be directors in other companies as long as such directorship does not hamper their performance in carrying out duties at the Company.

The Board also encourages the directors to attend training classes for roles and responsibilities of being a director, e.g., DAP, DCP, etc. in order to have a thorough understanding of their roles. The profile of the Company and its subsidiaries, relevant rules and regulations, and the Director's Handbook are normally provided to the directors, especially for new appointees. The Company arranges an orientation for new directors to be in accordance with SET's guideline to let the directors do their duty efficiently and maximize the Company's benefit.

The Company also provides business environment updates of the Company and its subsidiaries, e.g., market situation, technology, laws and regulations, etc. are also made to the Board regularly. This should enable the Board to have sufficient information, knowledge and understanding about the business of the Company, as well as the most current roles and responsibilities of being a director. The Board also encourages the directors to have continuing education programs to enable them to perform their duties effectively including corporate governance matters.

In the year of 2017, Directors have attended variety of courses related to their roles and responsibilities as follows:

1. Mr. Wichian Mektrakarn, Chairman of the Board
 - RCP: Role of the Chairman Program (RCP) Class 40/2017 by Thai Institute of Directors (IOD)
 - PWC Forensic Seminar: Fraud protection in organization by PricewaterhouseCoopers Consulting (Thailand) Ltd.
2. Dr. Sillapaporn Srijunpetch, Independent Director / Member of the Audit Committee / Chairman of the NCG Committee / Member of the Remuneration Committee
 - Forensic Seminar: Fraud protection in organization by PricewaterhouseCoopers Consulting (Thailand) Ltd.
3. Mr. Goh Boon Huat, Director / Member of the Executive Committee / Member of the Remuneration Committee / Member of the NCG Committee Representatives of major shareholders
 - DAP: Director Accreditation Program Class 135/2017 by Thai Institute of Directors (IOD)

Independence and Definition of the Independent Directors

The Company defines "Independent Director" in the Company's CG policy as a director who meets all the qualifications with regards to independence, in accordance with the guidelines of Capital Market Supervisory Board, SEC, and/or SET. He/She shall be able to equitably safeguard the interests of shareholders and prevent a conflict of interest. He/She shall also be able to give independent opinions in the Board and/or Sub-Committee meetings. Details of his/her qualifications are as follow:

1. Holding shares of not more than 0.5% of voting shares of the company, its parent companies, subsidiaries, affiliates, or being a juristic person who may have a conflict of interest. The share held by an independent director includes those owned by a related person(s) as prescribed by relevant laws and regulations.
2. Not being or ever having been an executive director, employee, or consultant who received a fixed salary from the Company, its parent companies, subsidiaries, affiliates, same class subsidiaries, or a juristic person who may have had a conflict of interest, except whereby he or she has vacated the office for longer than 2 years before being appointed an independent director. Such forbidden characteristics exclude a case of the Independent Director who used to be government official or advisor and is a major shareholder or controlling person of Company.
3. Not having relationship via blood or legal marriage registration as parents, spouse, sibling, and child of executives, major shareholder, controlling person or a person to be nominated as an executive or controlling person of Company or subsidiary.
4. Being a director who does not protect only the interests of the executives, major shareholders or shareholders related to the major shareholders.
5. Being able to perform the independent director's duties and to voice their opinions independently without the influence of the executives, major shareholders and their related parties.
6. The board is able to assign an independent director to make a collective decision about the operations of the Company, parent companies, subsidiaries, affiliates, same class subsidiaries, or conflicting entities.
7. Not having or ever had direct or indirect interests both financially and operationally from the Company, related companies, subsidiaries, affiliates, same class subsidiaries, or conflicting entities, except whereby he or she has relinquished their interests for longer than 2 years before being appointed an independent director.

The above business relationship includes normal business transactions, rent, offering for renting property, transactions about assets, services, offering or receiving financial assistance by lending, guarantee or other similar packages, which result in the Company or the counterparty to have liabilities of more than 3% of net tangible assets of the Company, or 20 MB, whichever is lower. SEC's regulation about RPT could be applied. Liabilities which happened during a period of 1 year before the beginning of a business relationship shall also be included in the calculation of the transaction.

8. Not being or ever having been an auditor of the Company or related companies, and not being a major shareholder, director, in management or partner of that audit firm, except whereby he or she has vacated the office for longer than 2 years before the appointment of being an independent director.
9. Not being or ever having been a professional advisor including legal advisor, financial advisor with a fee of higher than Baht 2 Million per year for the Company or related companies. In the case where the advisor is a juristic person, this shall mean, not being the major shareholder, director, in management or partner of such an advising firm, except that he or she has vacated the office for longer than 2 years before being appointed an independent director.
10. For an occasional, necessary or appropriate event, during the term of office, an independent director may have a business relationship more than the determined level. However, a consensus of approval resolution, prior to the event, shall be obtained from the Board. Such a relationship by the director shall be disclosed as required by law.
11. Not operating similar or significant competitive business to the business of the Company or subsidiary, or not being significant partner in the partnership or Directorship with management participation, staff, employee, advisor with regular salary, or holding shares exceeding 1% of the total voting shares in other company where operates business similar to or significantly competes with business of the Company or subsidiary.

However, the Company's definition of the independent directors is stricter than the regulation of SEC in the topic of shareholding which SEC stipulates a maximum of one percent (while the Company allows to held not more than 0.5 percent of the voting shares).

3. CHAIRMAN OF THE BOARD AND CHAIRMAN OF THE EXECUTIVE COMMITTEE

The Company has a policy that the Chairman of the Board and the Chairman of the Executive Committee should be capable and possess appropriate experience and qualifications. They shall not be the same person, in order to balance the power between direction and management functions. The responsibilities of the Chairman of the Board and the Chairman of the Executive Committee are specified as follows:

- **Chairman of the Board** is a non-executive director, has responsibility as the leader of the directors in directing and monitoring the performance of the Executive Committee and the other Board appointed sub-committees in achieving its goals and objectives. He also chairs the Board meeting and the shareholders meeting.
- **Chairman of the Executive Committee** takes responsibility as the leader of the executives of the Company, considers strategic direction that is appropriate with Company, together with Executive Committee and Board of Director, is responsible to the Board for supervising the management of the Company to achieve planned assignment.

4. AUTHORITIES, SCOPE OF DUTIES, AND RESPONSIBILITIES OF THE BOARD

Major authorities, duties, and responsibilities of the Board are as follows:

1. To carry out duties in accordance with the laws, the objectives, the Articles of Association of the Company, and the resolutions of the shareholders' meeting in good faith and with care to preserve the interests of the Company
2. To consider, to approve and review the Company's strategic direction, annual business plan, budget and key performance indicators, and monitor the management the implementation of its strategic direction and the performance against business plan and budget.
3. To consider to approve or propose to shareholder to approve, where the case may be, the major transactions about business operations of the Company and its subsidiaries, such as new investment, asset acquisition or disposition, and other transactions specified by the law
4. To approve or agree to the related transactions between the Company and its subsidiaries in compliance with the relevant notifications, regulations and guidelines of the Stock Exchange of Thailand
5. To arrange to have a reliable accounting system, financial reports, auditing, as well as oversee the evaluation process for an appropriate, effective, and efficient internal control, internal auditing, risk management, financial reporting, and monitoring.

There should be an independent sector, to monitor and annually review such system. This information should be disclosed in the annual report.

6. Provide a system, and organize the process in receiving complaint, including doing such process via www.csloxinfo.com. The regulations of such matters are provided in Reporting and Investigation of Misconduct and or Fraud and Whistleblower Protection Policy.
7. To oversee for not having a case of conflict of interests between the concerned persons of the Company as well as to approve the Connected transactions and Conflicting transactions
8. To govern the Company to carry out the business ethically and in line with the principle of good Corporate Governance
9. To review the Company's CG Policy and assess due compliance at least annually
10. To conduct Board appraisal, as a group, annually
11. To appoint or delegate any power to any other persons to conduct the Company's business subject to the control of and within the time as may be specified by the Board, whereby such appointment or delegation of power may, at any time, be canceled, revoked, withdrawn or amended. Provided that the said appointment or delegation of power shall not be made in the manner that the Board or the person appointed or delegated then be able to approve any transaction to be entered into between the Board, the person appointed or delegated by the Board, or any person who may have conflict of interest or any other benefits (as stipulated by the Office of the Securities and Exchange Commission) and the Company or the Company's subsidiaries, unless the approval for such transactions is in compliance with the policy and rules already approved by the Board.
12. To determine each director and executive to have duty in preparing and submitting the Report of Securities Holding in the Company by himself (herself), his(her) spouse, his(her) immature children, to the SEC, by using the 59-1 and 59-2 form, and by the timeframe stipulated in the Notification of the SEC no. Sor Jor 12/2552
13. To govern the business, employee development plan and succession plan to have a continuity in a long term period
14. To implement a guideline to manage in subsidiary and nominating the qualified person to be a director in subsidiary



5. THE SUB-COMMITTEES

The Board has appointed six sub-committees, each with a specific charter, to assist the Board in focusing on key areas under the Board's responsibilities.

- Audit Committee
- Remuneration Committee
- Nomination and Corporate Governance Committee
- Executive Committee
- Risk Management Committee
- Sustainability Development Committee

The details will be provided below in section Sub-Committees.

6. COMPANY SECRETARY

On September 8, 2008, the Board passed a resolution to appoint Company Secretary to comply with the Securities and Exchange Act (No.4) B.E.2551 clause 89/15. The incumbent Company Secretary is Ms. Sarisorn Chandaramya. The Company Secretary has a dual reporting line to the Board & its committees and the management. The Company Secretary Office has the following duties and responsibilities:

- Organize and facilitate the board and the subcommittee meetings
- Organize the annual general meeting of shareholders, and record and publish the related minutes
- File all documents and related records
- Monitor and ensure that the Board is in compliance with all related laws and regulations
- Handle corporate governance issues and provide advice on these to the Board
- Assist shareholders, directors and members of management with any board-related matters
- Follow upon all resolutions passed and instructions given by the Board and shareholders' meetings
- Perform any other actions specified in the Securities and Exchange Act (No.4) B.E.2551 or related laws and regulations including notifications from the Capital Market Supervisory Board

7. MEETING OF THE BOARD OF DIRECTORS

The Board has policy to schedule Board's meetings of at least six times a year. The meetings are normally pre-scheduled for the entire year and inform the Board. Special meeting can be held where necessary. In organizing a meeting, the Company Secretary will coordinate with the Chairman of the Board and Chairman of the EXCOM to agree on a specific meeting agenda, the directors are freely to propose an agenda. The Company Secretary will then coordinate with the relevant parties and distribute the notice of meeting together with the meeting agenda and meeting documents to the directors at least seven days prior to the meeting date for the Board members to have sufficient time to digest the information. In case the meeting is not

held monthly, in the month that the meeting is not held, the Company should provide the performance report to the Board for consideration and acknowledge.

At least two-thirds of the directors must be present at a meeting to constitute a quorum.

In 2017, the Board met for 9 times and the Non-Executive Directors met 1 times as detailed under the topic "Management Structure: Directors".

Each meeting would normally take around three hours, with the Chairman of the Board, or in his absence an appointed director, chairing the meeting. The Chairman is responsible for overseeing the meeting process and managing time for each agenda to be sufficient for the directors to discuss and express their opinions independently, taking into fair consideration the interest of the shareholders and stakeholders. The Board of Directors should encourage the executive to join the meeting in order to receive sufficient information for making consideration.

Where a director may have conflict of interest with any meeting agenda, he/she will excuse himself/herself from that agenda item.

The Board has established the Company's secretary to be responsible for writing and maintaining documents of Director's record, invitation letter of Board of Directors meeting, annual report, invitation letter of Committee and minutes of Shareholder Meeting, and report of interests of Directors and executives. The Board shall perform the duties responsibly, carefully, and honestly in compliance with laws, objectives of Company, resolution of Board of Directors meeting, and resolution of Shareholder Meeting.

Minutes of the meeting will be distributed by the Company Secretary to the directors for review and comments within 14 days from meeting date. The minutes and supplementary documents of each meeting are approved by the Board and kept in accordance with the law and represent records to evidence the Board's performance of duties in compliance with applicable laws, rules and regulations, and shareholders' meeting resolutions.

8. DIRECTORS AND MANAGEMENT REMUNERATION

Every February, the Remuneration Committee considers, analyzes, and recommends remuneration of the directors to the Board for further recommendation to the shareholders for approval. The RC also approves the remuneration make-up scheme of the management. The remuneration of the directors and the management should commensurate with their duties and responsibilities, be comparable to the industry standard, and attractive enough to retain qualified directors and management.

The Company's policy is to remunerate only independent directors and external directors. The executive directors do not receive remuneration for being a director.

Remuneration for each management personnel is linked with the operating performance of the Company and his/her working performance.

The remuneration will be in monetary and non-monetary form, the details were already provided in section "Directors and Management Remuneration".

9. SUCCESSION PLAN

Corporate Governance policy of the Company specifies that there should be a succession plan for the position of CEO, Managing Director (Top executive) and senior management to build up confidence among shareholders and staff that the operations of the Company will not be disrupted.

The Board has authorized the Nomination and Governance Committee to set up succession planning criteria and to nominate the new CEO and senior executives by consultation with the chairman of the Executive Committee whenever the position becomes vacant. The succession plan shall be reviewed annually and report the Board on a yearly basis.

For the year 2017 Nomination and CG Committee meeting No.1/2017, NCG reviewed the succession plan for the position of CEO and Senior Management.

10. MEETING OF NON-EXECUTIVE DIRECTORS (NED)

CG policy of the Company also specifies that there should be meetings of the NED without the presence of executive directors from time to time as appropriate, to provide an opportunity for the NED to discuss any subject of interest relating to the business operations of the Company. The conclusions made at each meeting shall be reported to the Board and the Executive Chairman.

In 2017, Non-executive Directors met 1 times with the details specified under the topic "Management Structure: Directors: Non-executive Directors Meeting"

11. PERFORMANCE ASSESSMENT OF THE BOARD OF DIRECTORS

The Board of Directors evaluates its own performance as a whole and individual basis (Board Self-Assessment) annually in order to assess and improve the directors' own fiduciary duties and their compliance with corporate governance policy.

For the year 2017 Board agreed with the recommendation of Nomination and CG Committee for the annual performance evaluations of the Board, Board's Sub Committees (including a review by the committee of its own performance).

Criterion for assessment of the Board and Board Sub Committee

The evaluation forms adopted as the guideline of Securities and Exchange Commission. The differences of criterion are as follows:

The Evaluation form of the Board (As a Whole) consists of two (2) key components.

Component I: The evaluation is related to the following six (6) aspects of its operation:

1. Board of Directors' structure and qualifications of the Board of Directors;
2. The roles, duties and responsibilities of the Board of Directors;
3. Board of Directors' meetings;
4. The Board's performance;
5. Relationships with management;
6. Directors' self-development and executive development.

Component II: The opinions and suggestions provided by the Board of Directors so as to identify special issues in its performance or any aspects of the Company's operation.

The Evaluation form of the Sub Committee (As a Whole) [Nomination and CG Committee and Remuneration Committee] consists of two (2) key components.

Component I: The evaluation is related to the following three (3) aspects of its operation:

1. Sub Committee structure and qualifications
2. Sub Committee Meeting
3. Role, duties and responsibilities of Sub Committee

Component II: The opinions and suggestions

For the criterion of the evaluation form of Executive Committee same as the criterion of the others Sub Committee included 1 more aspects for evaluation the roles and duties of Executive Committees' Chairman.

The Evaluation form of the Board and Sub Committee (Individual basis) consists of two (2) key components.

Component I: The evaluation is related to the following three (3) aspects of its operation:

1. Structure and qualifications of the committee
2. Director performance(himself) for the committee meeting
3. Roles, duties and responsibilities of director (himself)

Component II: The opinions and suggestions

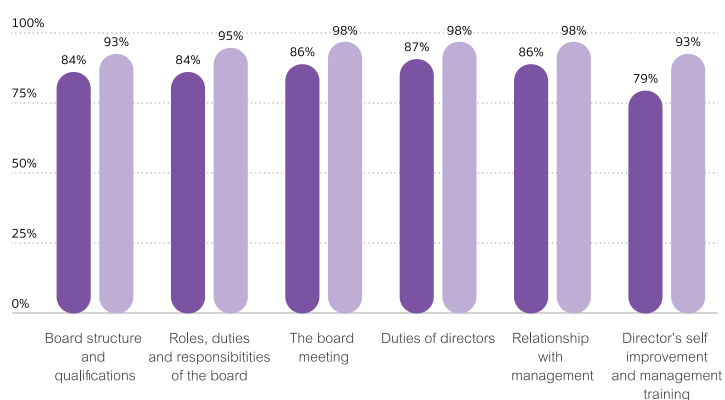
Procedure

The Company secretary will propose the form to directors every year, then gather and report the result of assessment to the Board of Directors for consideration.

Evaluation results of Board and Sub Committee summarized of the Year 2017 compare with the year 2016 as follows:

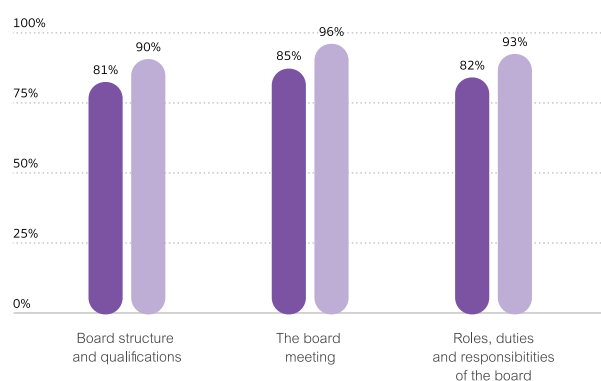
SELF-ASSESSMENT OF THE BOARD AS A WHOLE YR2017 AND YR2016

YR2016
YR2017



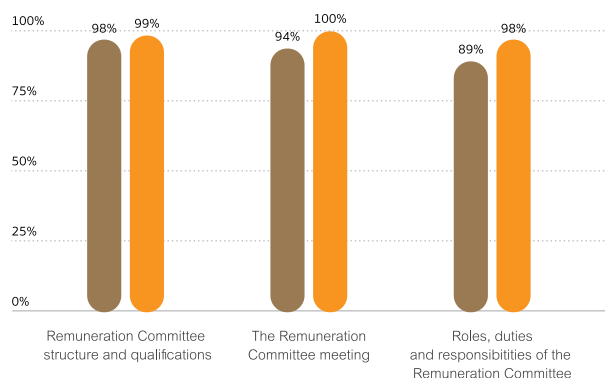
SELF-ASSESSMENT OF THE BOARD ON AN INDIVIDUAL BASIS YR2017 AND YR2016

YR2016
YR2017



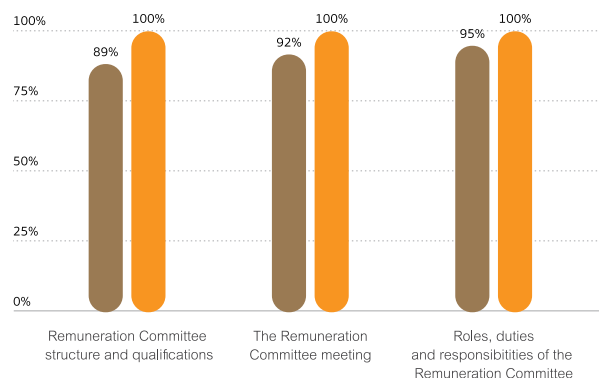
SELF-ASSESSMENT OF REMUNERATION COMMITTEE AS A WHOLE YR2017 AND YR2016

YR2016
YR2017

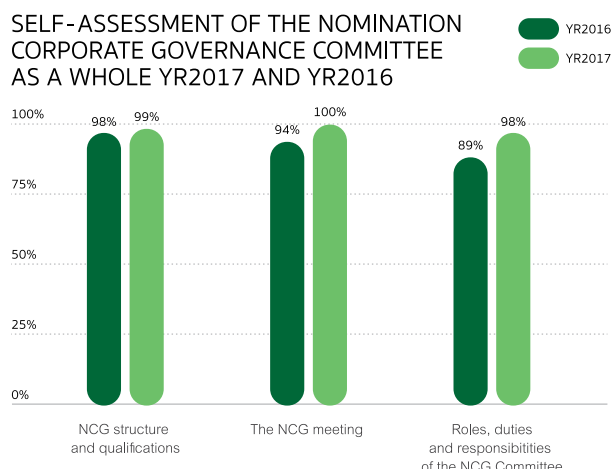


SELF-ASSESSMENT OF REMUNERATION ON AN INDIVIDUAL BASIS YR2017 AND YR2016

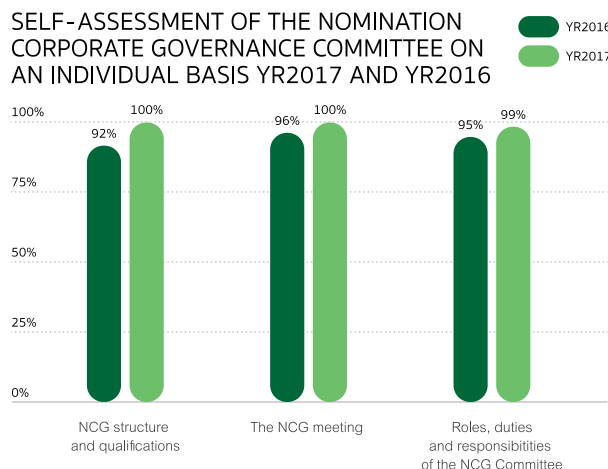
YR2016
YR2017



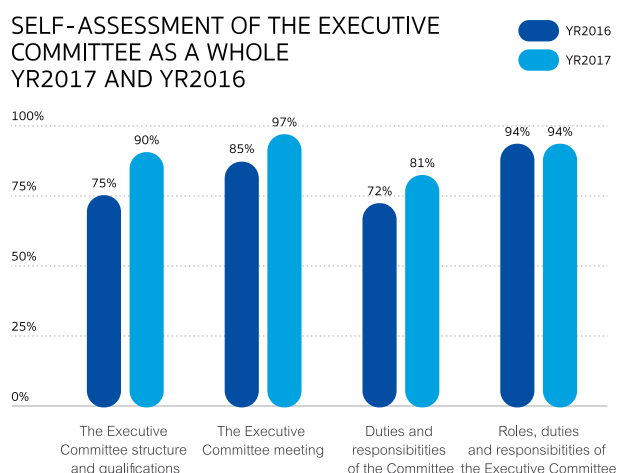
SELF-ASSESSMENT OF THE NOMINATION CORPORATE GOVERNANCE COMMITTEE AS A WHOLE YR2017 AND YR2016



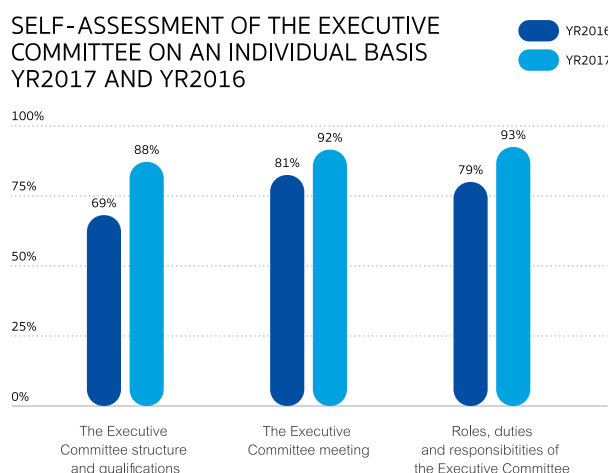
SELF-ASSESSMENT OF THE NOMINATION CORPORATE GOVERNANCE COMMITTEE ON AN INDIVIDUAL BASIS YR2017 AND YR2016



SELF-ASSESSMENT OF THE EXECUTIVE COMMITTEE AS A WHOLE YR2017 AND YR2016



SELF-ASSESSMENT OF THE EXECUTIVE COMMITTEE ON AN INDIVIDUAL BASIS YR2017 AND YR2016



CHAPTER 2: SHAREHOLDERS' RIGHTS AND EQUITABLE TREATMENT AND ROLES OF THE STAKEHOLDERS

1. SHAREHOLDERS' RIGHTS AND EQUITABLE TREATMENT

The Board respects the shareholders rights and has duty to protect the rights of every shareholder equitably, regardless of type of shareholders, i.e., retail, foreign, institutional, or wholesale investor. Every shareholder shall have the following rights and equityability;

1. Right to receive the share certificates, transferring shares, acknowledging the information, operating performance and business policy, regularly, sufficiency and in a timely manner
2. Right to receive profit sharing, equitably, in the form of dividend
3. Right to attend the shareholders' meeting, expressing their opinions, giving recommendations, and being involved in decision making for significant changes
4. Right to appoint and remove the directors
5. Right to grant approval for appointment of Auditors

6. Right to determine or amend regulations and memorandum of association
7. Other rights as specified in laws and article of association

To promote rights and equitable treatment of shareholders, since the AGM for the Year 2009, the Company has prescribed that shareholders holding at least 1 percent in the aggregate of the outstanding voting shares can propose the agenda items for the annual general shareholders meeting and nominate an individual to become a director via the Company's website 3 months in advance.

For the Annual General Meeting of Shareholders for the Year 2017, the Company granted the right to shareholders holding not less than 1 percent of the total voting shares of the Company and must have continuously held the shares at least one year to propose the agenda or a person to be nominated as director 3 months in advance before the end of the Company's accounting period, during October 1, 2016 to December 30, 2016.

The rules and process in considering proposal of agenda from the shareholder, and qualification of the shareholder in proposing agenda are provided on the Company website. Such rules and regulation are in compliance with the related laws.

2. SHAREHOLDERS' MEETING

The policy of the Company is to conduct the shareholders' meeting to be in compliance with the law, the Articles of Association and the guideline stipulated by the regulatory bodies. In 2017, there were one shareholder's meetings: the Annual General Meeting (AGM)

Every shareholder, including retail, foreign, institutional, or wholesale investor, shall have rights and equitable treatment in accessing information of Shareholders' Meeting. The Company has policy for the shareholders to access the meeting schedule and information on the website of the Company at least 30 days prior to the meeting date. Hard copies of the notice to the meeting and the meeting document are sent to the shareholders at least 21 days prior to the meeting date.

The Company provided notices, documents related to the meeting and the minutes in bilingual: Thai and English, and the translator was also provided during the meetings for the purpose of equally acknowledgement to foreign shareholders. Therefore, foreign shareholders will equally acknowledge all the information with Thai shareholders. The document normally contains necessary information as required by related law and regulations, including opinion of the Board, background or rationale information for each agenda item deemed useful for the consideration of the shareholders. For example in the agenda "To consider and approve the Financial Statement for the year", "To consider and approve dividends payment of the year" and "To consider and approve the appointment of the Company's external auditors" etc.

In the notice to the meeting, the Company always informs and attaches document required for meeting registration, proxy form, as well as the instruction in giving proxy together with name list and profile of at least one independent director to be the agent for the shareholders who cannot attend the meeting. All such notice and meeting documents will be published in the Company's website for not less than 30 days, and in newspaper for three consecutive days prior to the meeting. The minutes of the meeting shall also be published in the website for shareholders to access by 14 days after the meeting date.

In the meeting registration process, the Company employs an advanced and reliable registration system to facilitate shareholders and quick vote counting. The registration process is ready to operate at least two hours before beginning of the meeting. In counting or examining the votes in shareholder meeting, the Board will use independent person or Company in conducting such processes and will report to the meeting and take in a minute. The voting result will be disclosed the next day of the meeting on Company website. A legal advising firm would be engaged to act as an external inspector to monitor the AGM to ensure its transparency, legitimacy, and conformance with the Article of Association of the Company. In order to promote better transparency in the votes counting, in the agenda of director election, voting process was done in the meeting room. Voting ballots will be collected from all present shareholders; agree, disagree or abstain.

In the 2017 AGM, the Chairman of the Board and all directors attended the meeting, with details under "Board of Directors: Meeting Participation", to answer questions arising from shareholders.

Before commencement of the meeting, the Company explained the voting method for common understanding of the shareholders. The voting results were recorded in the registration system. The meeting was conducted following the Article of Associations of the Company by using one share one vote basis for all agendas. The Chairman also encouraged the shareholders to express opinion and assured that sufficient time was provided to each agenda. When there was no more query in an agenda item, the voting results, which the shareholders had voted during the registration process, would be announced. There was no case that various unrelated matters were gathered for approval in one agenda item.

In the light of encouraging rights of shareholders according to corporate good governance, the Company invited a Right Protection Volunteer to the meetings.

The Minutes of the Shareholder Meeting shall clearly and completely include attendance list of directors and executive directors, voting and counting methods, voting results and resolutions to each agenda item as well as shareholder questions and answers and comments discussed in the meeting.

3. ROLE OF THE STAKEHOLDERS

The Company is aware of the rights of stakeholders and has policy to ensure the importance of the rights by the appropriate prioritization of all stakeholders, who are shareholders, employees, executives, customers, partners, creditors, society, and the public. Cooperation between stakeholders shall be made according to their roles and responsibilities so that the Company (We) can run smoothly and strongly in order to fairly benefit all groups of stakeholders as follow:

SHAREHOLDERS	<p>The Board of Directors strives to be a good representative of shareholders in carrying out business to maximize shareholders value with regards to the sustainable growth of the value of the Company in the long run, good and continual return, and the transparent and reliable information disclosure to the shareholders.</p>
EMPLOYEES	<p>The Board of Directors values its employees as the most important resource and key factor of corporate success. Hence, the Board of Directors sets policy that support employees to improve their knowledge and skill by providing skills trainings, knowledge sharing workshops and learning opportunities to all employees for their self - development and career growth with the Company. The Employee Performance Assessment system integrates the employees' values with the corporate objectives to ensure that the business success is their mutual benefits.</p> <p>Moreover, the Board of Directors also has a policy to take care of environment of workplace by implementing the requirements of the ISO 9001, which the Company has been certified since the year 2002 until present and a policy on employee benefits by providing health insurance and annual medical check - up and establishes provident fund for the staffs' long term benefit.</p> <p>The Company provides employee handbook containing their rights and benefits of the employees. The handbooks are distributed publicly in prints and online at http://intranet.csloxinfo.net/.</p>
CUSTOMERS	<p>We strive to make our customers confident and satisfied with top quality services with continual improvement at appropriate charges. We provide them reliable service information, keep good relationship, and do not disclose their information without prior permission except for information that has to be disclosed to the public by law.</p> <p>Regulation regarding "non - disclosure" of customers and partners has been announced in written and enforced in September 1, 2012. The regulation is publicly announced via https://intranet.csloxinfo.net/.</p>
PARTNERS	<p>We are aware of the importance of partners and regard them as a critical factor in mutual building up of value to the customers. Therefore, we make relationship with groups of partner equitably for mutual business interest without breaching reputation or law.</p> <p>For the Company's partner selection process, we have a transparent and fair process under Supplier Code of Conduct for Sustainability by considering several factors combined such as partner's reliability, good business condition, stable financial status, and satisfactory past performances.</p>
CREDITORS	<p>We pay attention to the importance of the creditors and strive to keep good relationship with them on the best interest of the Company. We also hold to the contract conditions committed with the creditors.</p>
COMPETITORS	<p>We are aware of the benefits from competition toward business management and continual service quality improvement for the interest of customers. Therefore, we have policy to support and promote for free and fair trade, and have no policy to compete by means of having their information illegally and immorally.</p> <p>The Company runs its business with sincerity, transparency and under Corporate Governance Policy. The Company will eliminate bribery and corruption as the Company realizes that bribery and corruption are harm to the free and fair competition in the market and damage the development of the economy and society.</p> <p>In 2013, The Board approved the Company to sign in 'Declaration of Intent in View of Establishing Thailand's Private Sector Collective Action Coalition against Corruption' that will work in cooperation with Government, civil society, media, and international organizations to foster cleaner business practices.</p> <p>The Company has provided Anti - Bribery and Corruption Policy to govern such issue and this is one of the code of conduct that all executives and employees should acknowledge and make into practice. In 2014, the Company was certified to be part of Collective Action Coalition (Thai CAC). In the year 2017, the Company had submitted the recertification of Thai CAC for the second consecutive time and the Company had been certified accordingly.</p>

We are Thai company that is community minded and strives to be a good corporate citizen to society. Our community service can reach out across the country. We have initiated a project to provide people, including children and people in remote area, with the information on correct usage of the internet to access useful information to enable wider learning and become a knowledge-based society.

The Company has prioritized an environment by encouraging the energy & resources saving campaign activities within the office with details were shown in Sustainability report. In order that the Board of Directors has also arranged its own meeting by paperless system for more than 4 years in order to show a clear intention from the top management.

In 2013, the Board approved the Company to implement "Corporate Social responsibility Policy under Good Corporate Governance" in order to be a practical guideline for employees and for a sustainable development.

In 2014, the Board assigned the management team to create a sustainability report in order to illustrate that apart from the Corporate Governance that the Company complied, the Company also pay an attention to other matters such as society and environment.

From the year 2015, the Board recommended to make a sustainability report to be complied with the Global Reporting Initiative (GRI) Sustainability report guideline. For the year 2016 Board approved to nominate the Sustainable Development Committee (SDC) is a sub-committee. The Committee has duties to assist the Board in fulfilling its social responsibilities for continuity sustainability, Set policy, strategy and budget relevant to sustainability development and corporate social responsibilities in compliance with the objective set forth. The Committee has duties to follow up and report to the Board on both current and emerging issues included their potential impact on the Company.

Moreover in the year 2017, the Board of Directors had approved policies by SDC's recommendation for an efficient work flow and to be in accordance with international standard. The policies which the Committee had been conducted are as follows: 1.) Corporate Sustainability Development Policy 2.) Environmental Management and Conservation Policy 3.) Tax Policy 4.) Human Rights Policy and 5.) Supplier Code of Conduct for Sustainability.

In the year 2017, the Company has sort out the significant of the Company's stakeholders by an importance to stakeholders and an impact on the business as the Company's materiality issue. Moreover, the Company has determined the strategic plan to support the Company's materiality issue with details were shown in Sustainability report.

CHAPTER 3: INFORMATION DISCLOSURE AND TRANSPARENCY

The Board values transparency and sufficient information disclosure that is embedded as a role and responsibility of the Board provided in "Corporate Governance Policy" as follows:

1. The Board shall have duties to disclose Vision and Mission of the Company, company business, the financial information, list of Directors and Executives, operating performance, and other relevant information accurately, sufficiency, completely, thoroughly, and timely to the shareholders and stakeholders having equal information, by making through channels and media available for publicizing information of the Stock Exchange of Thailand (SET), Securities and Exchange Commission (SEC), and the Company's website www.csloxinfo.com.
2. There shall be an Investor Relations Unit representing the Company in communicating useful information to shareholders, investors, securities analysts, and concerned parties to learn about the Company.
3. In addition to information disclosure in line with a duty under laws and regulations, the Company has held a Mini Info Meeting, which announces the Company's performance at least once a year, to investors and security analysts. The Chairman of Executives and concerned Executives have attended the meeting to explain and answer questions asked by investors, security analysts, fund managers, and interested persons.
4. The Company has a policy to disclose the following information to the public:
 - 4.1 Objectives of the Company and nature of business and competition
 - 4.2 Financial status and operating performance of the Company
 - 4.3 Shareholding structure and voting rights
 - 4.4 Name list of directors, committees, Chairman of the Executive Committee, Managing Director, including roles and duties of the Board and sub-committee, their remuneration and the annual performance of the subcommittee under their roles and duties scope

- 4.5 Factors and policy on both material and foreseeable risk factor management, both operational and financial risks
- 4.6 Corporate Governance structures and policies including the responsibility of the committee regarding the financial report and the report of the Chairman of the Audit Committee, etc.
- 4.7 The number of meeting attendance of each director and/or each sub-committee member shall be compared with the total number of meetings of the Board and/or the Sub-committees in each year, which shall be illustrated in the annual report, including the course training and learning that the committee has attended
- 4.8 Disclose audit fees and other fees from auditors
- 4.9 Other information disclosure as stipulated by laws or related regulations
- 4.10 Disclose the responsibility of Director under Financial report by disclosing with Auditor's report, in annual report
- 4.11 Disclose policy in remunerating Director and Executive from their duties and responsibility, and also form of the remuneration

Principles of disclosure of Information, scope, disclosure procedure and Market Communication are written in the Market Disclosure Policy.

Communicate with the Board

The Board has given an opportunity for stakeholders to directly communicate with the Board via an email: board@csloxinfo.net which is also provided on website of the Company.

Investor Relations (IR)

The Company has established the Investor Relations Unit as the representative in communicating relevant and meaningful news and information to the shareholders, investors, securities analysts, and other relevant parties. Apart from the disclosure responsibility on financial information and quarterly and yearly operating performance, as required by law, the Company also arranges press conference immediately on the next working day after information discloses are made to the SET. This is to ensure the information will reach investors, interested parties and the public on a timely and thorough basis.

In 2017, Briefing of quarterly and yearly operating performance and providing Press with newsletter were also arranged to the investors, analysts, and interested people as detailed below;

Analyst briefing

2Q2017 Quarterly Briefing	on August 10, 2017
2017 Annual Briefing	on February 8, 2018

Opportunity day

1Q2017	on May 18, 2017
2Q2017	on August 16, 2017
4Q2017	on February 15, 2018

You can contact IR of CSL at Tel. 02 263 8000 Extension 5184, or at email address: ir@csloxinfo.net for more information.

CHAPTER 4: INTERNAL CONTROL AND RISK MANAGEMENT

1. INTERNAL CONTROL

The Board is responsible for the Company's system of internal control to safeguard shareholders' investment and the Company's assets. Internal control facilitates the effectiveness and efficiency of operations, helps ensure the reliability of internal and external reporting, assist compliance with laws and regulations, and strengthens overall risk management of the environment within which the business operates. To this end, the Board has empowered the Audit Committee (AC), as part of its charter, to monitor the working of the internal control system within the Company and report its findings to the Board on a regular basis.

The AC is assisted by the external and internal auditors in its review and supervision of internal control operations within the Company. Both the external and internal auditors are independent of Management. The Internal Audit Office of the Company reports functionally and directly to the AC. The annual work plan of the Internal Audit Office forms the basis upon which the systems within the Company relating to internal control, risk management and corporate governance are reviewed and reported to the AC and Board of Directors.

2. MANAGEMENT SUPERVISION

The Board, with its composition of skills and experience, annually considers and approves the strategic direction and business plan developed by management to fulfill the goals of the Company. Management performance is reviewed on an ongoing basis, comparing actual performance against the business plan and budget, as well as other financial and operational reports submitted to the Board. Management performance is evaluated annually in the determination of compensation rewards.



3. RISK MANAGEMENT

The Company has a policy to manage all risks which may have an impact on the Company, to ensure that the Company operates within an appropriate and acceptable risk level.

A Risk Management Committee (RMC) is in place, comprising the CEO as the Chairman, and the heads of major departments as committee members. The Internal Audit Office supports and monitors the risk management procedures to ensure that risk factors are identified, determined and managed properly.

The RMC meets quarterly to review and update Company risk profile which consists of both internal and external risk factors, risk level assigned, and status of high level risk factors.

The Chairman of the Risk Management Committee will update risk management effectiveness to the Audit Committee and the Board of Directors.

CHAPTER 5: CODE OF CONDUCT

The Company has included corporate Code of Conduct as a part of the CG policy to act as guidelines and good practice for the directors, management, and staff to uphold the reputation of the Company. The Code of Conduct covers the following major topics.

1. BUSINESS COMPETITION

The Company has a policy of free and fair competition, not bind the distributors to solely sell the products of the Company. The Company shall not acquire information of its competitors by any illegal or unethical methods.

The Company shall conduct its business with integrity and transparency, consistent with its Corporate Governance Policy. The Company denies bribery and corruption which can harm the fair and freedom of competition and damage the development of the economy and society.

The Company is a signatory to 'Declaration of Intent in View of Establishing Thailand's Private Sector Collective Action Coalition Against Corruption' that will work in cooperation with Government, civil society, media, and international organizations to foster cleaner business practices.

The Company has the Anti-Bribery and Corruption Policy which is incorporated into its code of conduct that binds all its executives and employees.

2. CONFLICTS OF INTEREST

Directors, management and staff members at all levels involved in any outside interest or additional source of remuneration which may impair their independence towards performing their duties, or may affect the interests of the companies in the Group or their customers, thus the policy or regulations concerning with this matters have been implemented with the main principles as follows:

- The prohibition of personally receiving and offering of money or other benefit to the customer, partner, and anybody they are dealing with on behalf of the Company.
- The only exceptions are traditional, seasonal gifts which are in accordance with normal cultural practice. The value of any gift received may not be over 5,000 baht. If the value is above this amount, the recipient must declare each gift by using the declaration Form to his or her supervisor for consideration. These gifts will either be included in raffles for the Employees or donated to charity in comply with the Anti-Bribery and Corruption Policy in the additional part of the code of conduct since 2013 which approved by the Board of Directors.
- All directors, management and employees can accept invitations to seminars, business events and company visits where the traveling expenses are sponsored by a business partner, suppliers, customers, creditors or any other person they are dealing with on behalf of the Company. However, the aforementioned activities must benefit the Company's business and be authorized by the relevant authority. No director, manager or employee may accept spending money or other benefits for these events.

Therefore, The Company has drawn up the Policy & Practice Guidelines for the Board of Directors that covers the directors' activities such as gifts, accepting invitations to seminars, business events etc. This will ensure that all the directors act in a transparent and efficient manner without conflicts of interest, follow the principles of good corporate governance, abide by the Company' Anti-Bribery & Corruption Policy, and comply with all relevant laws.

- The directors, management, and staff members at all levels shall not engage in any other business that affects their performance, duties and working hours in the Company. A director or an executive, under the definition of the SEC, shall report his/her business involvement with the Company to his/her direct supervisor, whether it is his/her direct business, his/her family, or other legal entity, by using the specific Company form, immediately upon joining the Company, or immediately after entering into such a conflicting business, and to be updated on a yearly basis. The completed form shall be kept with the Company Secretary. For the avoidance of doubt, no director, management and staff member at all levels of the Company is permitted to be involved in any business which is in competition with the companies in the Group, regardless of whether the management or the staff directly or indirectly benefit from that business.
- The holding of director position in a company outside the Group shall not be barred provided it does not infringe on relevant laws and regulations, and approval in advance has been obtained from the authorized person, except for a director position in a non-profit organization.

3. CONNECTED TRANSACTIONS WITHIN THE GROUP

The Company is committed to complying with the principles of good corporate governance and transparency, and eliminating any conflicts of interest that may arise from transactions between the Company or its subsidiaries and related persons. In order to achieve this, the Related Party Transactions Policy ("this Policy") has been developed and adopted by the Board of Directors.

In 2015, The Company has improved the Related Party Transactions Policy, which the policy is more suitable as there are the duties, responsibilities, purpose and definition of the words. Moreover, other words and expressions associated with related-party transactions are defined in the Notification of the Capital Market Supervisory Board, Re: Rules on Connected Transactions and the Notification of the Board of Governors of the Stock Exchange of Thailand, Re: Disclosure of Information and Other Acts of Listed Companies Concerning Connected Transactions, 2003.

The purpose of the policy is intended to;

- Ensure that all transactions between the Company or its subsidiaries and related persons comply with the relevant laws along with the regulations and guidelines of the regulatory agencies.
- Ensure that all related-party transactions are both transparent and reasonable, and provide the highest benefit to the Company similar to entering into transactions with independent third parties (on an arm's-length basis).
- Define the process of identification, review, approval and disclosure of all related-party transactions made by the Company and its subsidiaries.
- Ensure that all related-party transactions are disclosed in compliance with the notifications issued by the regulatory agencies and accounting standards of the Federation of Accounting Professions.

Review all related-party transactions or transactions that may lead to conflicts of interest and report to the Board for approve and/or agree with the related-party transactions of the Company and its subsidiaries, in order to ensure that such transactions are appropriate and beneficial to the Company.

4. PARTICIPATION IN POLITICAL ACTIVITIES

The directors, executives, and staff can participate in political activities under the terms of the Constitution of Thailand. However, they could not claim the status of being a Company employee for the purpose of political activities, or to mislead that the Company is in support or in favors of a political party. The Company has the policy of politics neutrality. The directors, executives and staff shall resign from the Company if they would like to accept a political related position, or stand for both regional and national elections.

5. HUMAN RIGHTS

The Company has a policy to support the internationally proclaimed human rights including the UN Declaration and conventions on human rights. Directors, executive directors and employees shall respect the personal dignity, privacy and the rights of each individual you interact with during the course of work and shall not in any way cause or contribute to the violation or circumvention of human rights.

6. USE OF INSIDE INFORMATION, TRADING OF THE GROUP'S SECURITIES, AND DISTRIBUTION OF INFORMATION OR INTERVIEW TO THE PRESS OR THE PUBLIC

The Company's Code of Conduct specifies that the directors, management, and staff, at all levels, shall not use market sensitive inside information of the Group for their own or others' interests before such information is disclosed to the market and investing public the details related to this issue will be provided in section "Internal Information management".

In 2015, the Board has approved the Securities Trading Policy of CS LoxInfo Public Company Limited to preserve shareholder and investor confidence in trading of the Company's securities. Such Policy applies to all directors, executives and employees of the Company. Some areas of this Policy also extend to their spouses and minor children.

Insider Trading Prohibition

All directors, executives and all designated persons must comply with the insider trading prohibition as defined in Section 241 of the Securities and Exchange Act, B.E.2535: "In the purchase or sale of securities which are listed in the Securities Exchange or traded in an over-the-counter center, no person, whether directly or indirectly, shall purchase or sell, offer to or sell or invite any other person to purchase, sell or offer to purchase or sell securities which are listed in the Securities Exchange or traded in an over-the-counter center in such a way as to take advantage of other persons by using information material to changes in the prices of securities which has not yet been disclosed to the public and to which information he has access by virtue of his office or position, and whether or not such act is done for his own or another person's benefit, or to disclose such information so that he will receive consideration from the person who engages in the aforesaid acts."

Blackout Periods

All directors, executives and all designated persons are prohibited from trading CSL's Securities for a period of thirty (30) days prior to the disclosure or publication of the quarterly and annual financial statements, or any other period that the Company might specify from time to time.

All designated persons must report their holdings of CSL Group's Securities (including securities held by their spouses and minor children) to the Company.

Report of Securities Holdings

All directors and senior executives are responsible for preparing and disclosing their holdings of that Company's securities as well as any changes in their holdings to the Office of the Securities and Exchange Commission in compliance with Section 59 of the Securities and Exchange Act, B.E.2535. The Securities Trading Policy also set that all designated person (including securities held by their spouses and minor children) must report the initial reporting and reporting of changes to the Board of Directors in the specific time.

Policy Violations

Any director, executive or employee who violates this Policy may face disciplinary action up to and including termination of employment, and may also be subject to criminal and civil liabilities under the Securities and Exchange Act, B.E. 2535.

7. WHISTLE-BLOWING

The Company is committed to conducting its business ethically and with integrity as well as strictly complying with all related laws and regulations. With this commitment, the Company's Board of Directors has approved and adopted the Whistle-blowing Policy in order to provide channels for all the executives, employees and other stakeholders to make a complaint, or report any misconduct or fraud, or suspicions involving the Company and its subsidiaries. The whistle-blower can make a complaint or report any act of misconduct, fraud or suspicion through several channels and the Company shall protect the whistle-blower's confidentiality and investigate all complaints independently and impartially.

SUB-COMMITTEE

The Board has appointed six sub-committees, each with a specific charter, to assist the Board in focusing on key areas under the Board's responsibilities.

1. Audit Committee
2. Remuneration Committee
3. Nomination and Corporate Governance Committee
4. Executive Committee
5. Risk Management Committee
6. Sustainability Development Committee

1. AUDIT COMMITTEE (AC)

NAME	POSITION
1. Mr. Sitthichai Chantravadee	Chairman of the AC / Independent Director
2. Dr. Sillapaporn Srijunpetch ¹	Member of the AC / Independent Director
3. Mr. Suraphol Pluemarom	Member of the AC / Independent Director

¹ The director with knowledge and experience in reviewing financial statements of the Company with CPA No.3692. Currently, he is Assistant Prof. Dr. at Faculty of Commerce and Accountancy, Thammasat University. He has been in the field of finance and accounting for more than 10 years, and competent enough to review the financial statements.

The AC consists of three independent directors. The ones qualified and experienced in the financial and accounting fields are, Mr. Sitthichai Chantravadee, Dr. Sillapaporn Srijunpetch and Mr. Suraphol Pluemarom is qualified and experienced in the legal field. Every member has qualifications as specified under the guideline of the Capital Market Supervisory Board, the SEC. as well as meets the requirements of an independent director as defined in the Company's CG policy.

An AC has the same term as the directorship position. The term of the AC membership can be extended via re-election but for no more than nine consecutive years.

The AC Charter has been reviewed annually by the AC to be in line with the amendment on qualification and scope of duties of the AC stipulated by the Capital Market Supervisory Board, SEC, and SET. The revised AC Charter is as follows:

- Review the accuracy of the Company's financial reports in accordance with financial reporting standards, and ensure there is adequate disclosure.

- Review the changes of the Company's accounting policies and financial authorities delegated to EXCOM and Managing Director and give recommendation to the Board.
- Consider and make recommendations on the appointment and remuneration of the Company's external auditor, and changing the external auditor for compliance with the good corporate governance.
- Review independence of the auditor, give policy for the approval of non-audit services and make recommendations.
- The private meeting must arrange for at least in a year with the auditor of the Company without participation of the management.
- Review to ensure that the Company's internal control systems are suitable and efficient.
- Review the internal procedure concerning whistle blowing and complaint effectiveness.
- Supervise to ensure that the internal audit systems are efficient and effective.
- Review the independence of the Internal Audit Department, as well as agree with the appointment, rotation, termination, performance appraisal and merits of Internal Audit Department Head.
- Review and evaluate the performance of the Internal Audit Department and provide internal audit quality assurance.
- Approve Internal Audit Charter, organization structure and internal audit manual.
- Approve the annual internal audit plan, budget, manpower and training and development plan of Internal Audit Department to ensure consistency with nature and the level risks of the Company.
- Evaluate the risk management system for effectiveness regarding the business of the Company.
- Review the Company's compliance with Securities and Exchange Acts, regulations of the Stock Exchange of Thailand and any other relevant laws.
- Review and provide opinion on material connected transactions or the transactions which may lead to conflict of interest to be in compliance with the relevant law and regulations, as well as reviewing for the accurate and complete disclosure.
- Investigate any circumstances reported by the external auditor where a director, executive or other person responsible for the Company's operations, is suspected of committing an offense under the Securities and Exchange Act (No4) B.E. 2551. The Committee shall report the results of the preliminary investigation to the Board, the Office of the Securities and Exchange Commission, and the external auditor within thirty (30) days from the date reported by the external auditor. The type of suspicious circumstances that must be reported and the procedures for obtaining information pertinent to these are listed in and must comply with the notifications of the Capital Market Supervisory Board.

- Annually undertake a self-assessment program to evaluate the Audit Committee's scope of work and performance.
- Annually review and reassess the adequacy of this charter and recommend any proposed changes to the Board for approval.
- Perform other tasks requested by the Board, which agrees to by the Audit Committee
- have full access to and cooperation by management;
- have the power to invite members of the management, officers and employees of the Company or external parties to give statements, to attend the meeting and to deliver necessary documents
- have direct access to the external auditors in the investigation of any matter within its terms of reference
- have the power to engage the consultant(s) or independent person(s) to provide opinion or advice if necessary, in accordance with the Company's regulations, and expense (with no budget provided) under the approval authority of the Managing Director
- Report the activities of the Audit Committee activities to the Board of Directors at least every quarter.
- To prepare the Audit Committee report to disclose in the Company's annual report and form 56-1. The report shall be signed by Chairman of the Audit Committee and shall contain at least below information
 - (a) Opinions about completeness, accuracy, and reliability of the Financial Statements
 - (b) Opinions about adequacy of internal control system
 - (c) Opinions about compliance with SEC Acts, regulations of the SET, any other relevant laws
 - (d) Opinions about appropriateness of the external auditor
 - (e) Opinions about transactions which may lead to conflict of interest
 - (f) Number of Audit Committee Meetings and number of meeting attendance of each Audit Committee member
 - (g) Overall opinions or observations from working according to the Audit Committee Charter
 - (h) Other matters that shareholders and investors should know, under the scope of duties and responsibilities as assigned by the Board
- In carrying out of Audit Committee's duties, if the Audit Committee finds or suspects below cases which may cause significant impact to the financial status and performance of the Company, the Audit Committee shall report the case to the Board for actions to be taken in the timeframe agreed to by the Audit Committee.
 - 1) Transactions which may lead to conflict of interest
 - 2) Fraud, abnormality, or significant deficiencies in internal control system
 - 3) Breaking of the SEC Acts, regulations of the SET, any other relevant laws



In case that the directors or management members do not take actions in time, an Audit Committee member may report the case to the SEC and SET.

The Audit Committee shall arrange the meeting at least 4 times a year and shall annually evaluate its own performance and report the evaluation result to the Board. The Audit Committee also has a meeting without an executive at least once a year.

The Audit Committee Report are shown in page 85 - 86 4 under topic "The Audit Committee Report".

2. REMUNERATION COMMITTEE (RC)

NAME	POSITION
1. Mr. Suraphol Pluemarom	Chairman of the RC / Independent Director
2. Dr. Sillapaporn Srijunpetch	Member of the RC / Independent Director
3. Mr. Paiboon Panuwattanawong	Member of the RC
4. Mr. Goh Boon Huat	Member of the RC

Base on the Charter of the Remuneration Committee, the committee shall compose of at least three (3) directors and at least one shall be non - executive directors.

Presently the RC consists of four directors. Two are representatives of the major shareholders, and two is an independent director.

In the year 2017, the RC Charter had been revised term of office of RC member to be in line with other subcommittee. The revised RC Charter is as follows:

- Fix appropriate compensation and remuneration both monetary and non - monetary for members of the Board, Sub - committees, and senior executives of the companies in CSL Group
- Consider the annual remuneration of directors and submit its recommendation to the Board of Directors and for the Shareholders' Meeting for approval
- Prescribe criteria and policy for determining the remuneration of the Board and senior executives of the companies in CSL Group for the Shareholders' or the Board's approval, as the case may be
- The Committee is responsible to the Board and has a duty to provide reason/answer relating to the remuneration of directors at the Shareholders' Meeting

- Engage consultant or independent person to give opinion or advice as necessary and in accordance with the Company's regulations
- Review and assess the adequacy of this charter and recommend to the Board if any change or amendment is needed
- Report the performance of important tasks to the Board on a regular basis and the important issues for the Board's knowledge
- Require the management, executives or concerned persons to give opinion, information or to participate in the meeting
- Carry out any other duties assigned by the Board

The Remuneration Committees shall arrange the meeting at least twice a year and shall make a self - assessment and report the result to the Board.

The scope of duty and authority of Remuneration Committee are written in the charter of Remuneration Committee.

The Remuneration Committee has made the self - assessment for the year 2017 in the form of whole committee and individual basis. The evaluation results are shown under the topic "Performance Assessment of the Board of Directors" page 62 - 64.

The Remuneration Committee Report is shown in page 83 under topic "The Remuneration Committee Report".

3. NOMINATION AND CORPORATE GOVERNANCE COMMITTEE (NCG)

NAME	POSITION
1. Dr. Sillapaporn Srijunpetch	Chairman of the NCG / Independent Director
2. Mr. Sitthichai Chantravadee	Member of the NCG / Independent Director
3. Mr. Paiboon Panuwattanawong	Member of the NCG
4. Mr. Goh Boon Huat	Member of the NCG

Based on the Charter of the NCG, the committee shall be composed of at least three directors with at least half of the committee being non - executive directors.

Presently the NCG consists of four directors. Two are representatives of major shareholders; the other two are independent directors. The scope of duties and responsibilities are as follows:

- Review with the Board, the criteria, minimum qualifications, necessary qualities or skills for being a board member as set forth in the Company's CG Policy, on a yearly basis
- Review and make recommendations to the Board, the size, structure, composition, term, processes and practices of the Board and the Board's Sub-committees
- Identify, evaluate and recruit individuals qualified for being board members
- Consider the nominations for directors proposed by the Company's shareholders
- Recommend to the Board, the nominations for directors proposed for election at the Board or Shareholders' meeting, to fill vacancies or for newly-created directorships
- Recommend to the Board, the directors to be nominated for appointment as Executive Committee members, other Sub-committees members, including Chairperson of the Board
- Consider and nominate the Company's representatives to sit on the boards of the Company's subsidiaries, associates and joint ventures
- Periodically review the Company's standards of director independence and recommend changes to the Board of Directors for approval
- Oversee the orientation program for new Board members
- Review and make recommendations to the Board regarding the Company's process for continuing education to be provided to the Board members
- Engage consultants or independent professionals to provide opinions or advice, if necessary, in accordance with the Company's regulations
- Oversee the annual performance evaluations of the Board, Sub-committees of the Board (including a review by the Committee of its own performance), and each Board member. Review the evaluation results of each Sub-committee. Report the evaluation results relating to the Board, Sub-committees (including this Committee), and individual directors to the Board as appropriate.
- Periodically review the Company's Corporate Governance Policy and recommend changes to the Board for approval
- Review and make recommendations to the Board regarding potential waivers of the Code of Conduct & Ethics involving Board members or executives as and when they may occur
- In consultation with the Chairman of the Executive Committee, evaluate potential successors for the CEO, Managing Director [the Top Executive] and senior management, and report annually to the Board on succession planning

- Review and reassess the adequacy of NCG charter and recommend changes to the Board for approval on a yearly basis
- Report regularly to the Board matters within the scope of responsibilities of the Committee, as well as any special issues that merit the attention of the Board
- Perform other duties as required by law, or as deemed necessary, or as deemed appropriate, to ensure the effective functioning of the Board, the high quality corporate governance, and the effective ethics programs and compliance with the laws and regulations, or as the Board may assign from time to time.
- Determine policies and criteria for nominating members for the Board and Sub-Committees of the Company
- Nominate directors by considering suitable candidates for approval by the Board, and/or the Shareholders Meeting, as the case may require
- Consider suitable candidates to be nominated as Chairman of the EXCOM, if there is vacancy, as well as to determine criteria for succeeding the senior executives
- Others as assigned by the Board

The Nomination and Corporate Governance Committee shall arrange the meeting at least twice a year and shall make a self-assessment and report the result to the Board annually.

The scope of duty and authority of Nomination and Corporate Governance Committee is written in the charter of Nomination and Corporate Governance Committee.

The Nomination and CG Committee has made the self-assessment for the year 2017 in the form of whole committee and individual basis. The evaluation results are shown under the topic "Performance Assessment of the Board of Directors" page 62-64.

The Nomination and CG Committee Report are shown in page 84 under topic "Nomination and CG Committee Report".



4. EXECUTIVE COMMITTEE (EXCOM)

NAME	POSITION
1. Mr. Paiboon Panuwattanawong	Chairman of the EXCOM
2. Mr. Goh Boon Huat	Member of the EXCOM
3. Mr. Anant Kaewruamvongs	Member of the EXCOM
4. Mr. Anuwat Sanguansappayakorn ¹	Member of the EXCOM

¹ Being appointed as a Director by the resolution of the Board Meeting no.6/2017 on August 28, 2017 to replace Mr. Vuthi Asvasermcharoen, who resigned with effective on 1 September 2017.

The EXCOM consists of four Executive Directors. The scope of duties and responsibilities are as follows:

- Provide recommendations on the Company's strategic direction, core management structure for Board's approval so that the Company's operation can adjust to economic conditions and competition.
- Provide recommendations on annual business plan and budget for the Strategic Organizational Review Committee's consideration for Board's approval.
- Manage the Company's business operations in order to achieve the planned objectives and targets.
- Monitor the financial and operating results of the Company and the companies in the Group, and keep the board members informed by monthly report.
- Identify and evaluate new business opportunities
- Review and make recommendations to the Board regarding the Company's dividend policy
- Review and approve all transactions concerning investments and disposal of assets, human resource management, finance and treasury, general administration and any other transaction related to the Company's business within the limits of delegated approval authority granted by the Board.

The scope of the approval authority in accordance with paragraph 1, The Board of Directors has determined in writing separately.

- Oversee and manage the Company's investments and provide direction on key issues at companies in the Group before the relevant executive committee considers them
- Review matters that require the Board's approval and make appropriate recommendations with the exception of activities that have been delegated to other Sub-committees
- Consider and review the Company's risk management and control system

- The Committee may delegate its authority to any member of the management or staff as it deems appropriate. However, such authority does not permit the Committee or appointed persons to approve any transaction between them or related persons having mutual benefits or conflicts of interest (as prescribed in the Company's articles of association and Notifications of the Securities Exchange Commission).

The approval for transactions shall be in accordance with the policies and principles already determined by the Board and regulatory bodies

- Engage consultants or independent persons to provide opinions or advice if necessary
- The Committee may ask members of the management or other persons to attend its meetings or provide pertinent information as necessary
- Report to the Board on a quarterly basis regarding the material actions taken by the Committee under the CEO Report agenda
- Annually review its own performance and assess the adequacy of this charter, which may be done in conjunction with the annual evaluation of the Board and its other Sub-committees, conducted under the oversight of the Nomination and Governance Committee and
- Take any other action or assume any other powers and responsibilities that may from time to time be assigned or delegated to the Committee by the Board

The Executive Committee shall arrange the meeting at least once a quarter and shall make a self-assessment and report the result to the Board annually.

The scope of duty and authority of Executive Committee is specifically written in the charter of Executive Committee.

The Executive Committee has made the self-assessment for the year 2017 in the form of whole committee and individual basis. The evaluation results are shown under the topic "Performance Assessment of the Board of Directors" page 62 - 64.

The Executive Committee Report are shown in page 83 under topic "Executive Committee Report".

5. RISK MANAGEMENT COMMITTEE

NAME	POSITION
1. Mr. Anant Kaewruamvongs	Chairman of the Risk Management Committee
2. Mr. Somchai Kittichaikoonkit	Member
3. Mr. Surasak Uthayopas	Member
4. Mr. Pinyo Pohngern	Member
5. Mr. Kiat Intarasuriyawong	Member
6. Ms. Suwanund Jatesawangsri	Member
7. Ms. Wanida Yusamart	Member
8. Ms. Netina Boonchaiseree	Member

The Risk Management Committee consists of 8 members comprising Chief Executive Officer (CEO) and other senior management executives from each department. The scope of duties and responsibilities are as follows:

- Formulate risk management strategy and risk criteria for the Board of Director's consideration and approval.
- Review the Company's risks and their mitigation measures as evaluated by the risk owners, and recommending improvements.
- Oversee the effectiveness of the Company's risk management process by continuous monitoring and review.
- Report risks that have "High" and "Extremely High" risk level to the Chief Executive Officer, the Audit Committee and the Board of Directors on a regular basis.
- Review this Policy on a regular basis.

The Risk Management Committee shall arrange the meeting least 4 times a year and shall make a self-assessment and report the result to the Board annually. The scope of duty and authority of the Risk Management Committee is specifically written in the charter of the Risk Management Committee.

Report of the Risk Management Committee (RMC)

In 2017, the RMC met 5 times to consider the matters under scope of duties which was specified in Risk Management Committee Charter. Summarized as follows:

- Reviewed the Company's risks and their mitigation measures as evaluated by the risk owners, and recommending improvements quarterly to ensure that they are appropriately managed.
- Reviewed the Risk Management Policy and the Risk Management Committee Charter
- Considered the Risk Factor which disclose in Form 56-1 and Annual Report of the Company

All activities were reported to the board, details are provided in Management Structure, topic "Role of the Board Committee" page 33-38.

6. SUSTAINABILITY DEVELOPMENT COMMITTEE (SDC)

NAME	POSITION
1. Mr. Anant Kaewruamvongs	Chairman of the SD Committee
2. Ms. Wanida Yusamart ¹	Member
3. Mr. Somchai Kittichaikoonkit	Member
4. Mr. Surasak Uthayopas	Member
5. Mr. Pinyo Pohngern	Member
6. Ms. Suwanund Jatesawangsri	Member
7. Ms. Nusara Vimanan	Member
8. Ms. Netina Boonchaiseree	Member
9. Ms. Sarisorn Chandramaya	Member / Secretary of the SD Committee

¹ Replaced Mr. Anuwat Sanguansappayakorn, who resigned with effective on 1 September 2017

The Committee consists of 9 members comprising Chief Executive Officer (CEO) and other senior management executives from each department. The scope of duties and responsibilities are as follows:

- Prepare and review the Company's annual sustainable development policy and sustainability report
- Ensure the Company's operations comply with its sustainable development policy in social and environmental aspects, and report the results to the Board
- Review the Company's corporate social responsibility strategy, programs and budget relevant to sustainability development and corporate social responsibilities in compliance with the objective set forth.
- Follow up and report to the Board on both current and emerging issues and trends in the field of sustainability development and corporate social responsibility, as well as evaluate their potential impact on the Company.



- Have authority to summon members of the management or involved persons to give opinions, attend meeting, or provide pertinent on the matters under discussions.
- Report regularly to the Board on important operational results, as well as any special issues that merit the Board's attention.
- Annually review its own performance.
- Prepare the Committee's corporate sustainability development report to be signed by the Chairman of the Committee and disclosed in the Company's annual report.
- Annually review and reassess the adequacy of this charter and recommend any proposed changes to the Board for approval.
- Perform other tasks as designated by the Board.

Sustainability Development Committee shall arrange the meeting least twice a year and shall make a self-assessment and report the result to the Board annually. The scope of duty and authority of the Sustainability Development Committee is specifically written in the charter of the Sustainability Development Committee.

Report of Sustainability Development Committee

In 2017, the Sustainability Development Committee met 7 times to consider the matters under scope of duties which was specified in Sustainability Development Committee Charter. Summarized as follows:

- Reviewed a sustainability report to be disclosed in Form 56-1 and Annual Report of the Company.
- Reviewed 2016 Sustainability framework and long-term goal.
- Reviewed the following sustainable development policies for proposing to the Board of Directors for approval.
 - 1) Corporate Sustainability Development Policy
 - 2) Environmental Management and Conservation Policy
 - 3) Tax Policy
 - 4) Human Rights Policy and
 - 5) Supplier Code of Conduct for Sustainability.
- Appointed the Sustainability Development Teamwork
- Reviewed Materiality Issue of the Business and strategic plan for encouraging stakeholder's engagement
- Considered "We Save" project, the 2018 energy saving campaign

All activities were reported to the board, details are provided in Management Structure, topic "Role of the Board Committee" page 33-38.

MEETING PARTICIPATION

In summary the Risk Management Committee and the Sustainability Development Committee meetings in 2017 are as follows:

NAME	MEETING	
	RISK MANAGEMENT COMMITTEE	SUSTAINABLE DEVELOPMENT COMMITTEE
	NO. OF MEETING PARTICIPATION / NO. OF MEETING IN 2017 (%)	
1. Mr. Anant Kaewruamvongs	5 / 5 (100)	7 / 7 (100)
2. Mr. Anuwat Sanguansappayakorn ¹	3 / 3 (100)	5 / 5 (100)
3. Dr. Somchai Kittichaikoonkit	5 / 5 (100)	5 / 7 (71.4)
4. Mr. Surasak Uthayopas	4 / 5 (80)	5 / 7 (71.4)
5. Mr. Pinyo Pohngern	4 / 5 (80)	6 / 7 (85.7)
6. Ms. Suwanund Jatesawangsi	5 / 5 (100)	7 / 7 (100)
7. Ms. Netina Boonchaiseree	5 / 5 (100)	7 / 7 (100)
8. Mr. Kiat Intarasuriyawong	4 / 5 (80)	
9. Ms. Wanida Yusamart ²	4 / 5 (80)	1 / 2 (50)
10. Ms. Nusara Vimanan		7 / 7 (100)
11. Ms. Sarisorn Chandramya		7 / 7 (100)

Remark: Meeting participation of Audit Committee, Remuneration Committee, Nomination and CG Committee and Executive Committee are provided in "Management Structure" > "Role of the Board Committee" > "Meeting Participation" in page 38.

¹ Resigned with effective on 1 September 2017

² Being a member of SDC to replace Mr. Anuwat Sanguansappayakorn, who resigned with effective on 1 September 2017.

RECRUITMENT AND NOMINATION OF DIRECTORS AND HIGH LEVEL OF EXECUTIVES

1. INDEPENDENT DIRECTOR

Qualification of the Independent Director has already been stated in Corporate Governance, Chapter 1, Board of Directors. For the nomination of independent director will be provided below.

2. DIRECTORS AND HIGH LEVEL OF EXECUTIVES

DIRECTORS NOMINATION AND APPOINTMENT PROCESS

The Board empowers Nomination and CG Committee (NCG) to determine standards and other criteria in selecting a qualified person to act as a director of the Company under the Company's Articles of Association and relevant laws, as well as to nominate such a qualified person to be a director of the Company where the office is vacant or new seat is created following shareholders' approval.

Since December 2008, the Board approved the CG policy change to allow qualified minority shareholders of the Company to nominate person(s) to be considered for election as director(s) of the Company in the shareholders meeting. In order to allow the Shareholders to fully exercise their right, the Board granted the right to shareholders holding in the aggregate of the outstanding voting shares to nominate an individual to become a director 3 months in advance before the end of the Company's accounting period, during the 1st of October to the 30th of December of each year.

In nominating a candidate for the director position, the NCG considers the educational background and professional experience of each nominated candidate before making recommendation supported by relevant information to the Board or Shareholders Meeting for consideration and decision.

It is also the policy of the Company that in every AGM meeting, one third of the directors shall resign from their positions but are eligible to seek re-election. In case that number of the directors cannot be divided into three, the closest to one third of the directors shall resign from their positions. In the first and second year following the listing of the Company on the Stock Exchange of Thailand, the directors required to resign were determined from the drawing of lots. In subsequent years, the longest serving directors had to resign but were eligible to seek re-election to remain on the Board.

In the event the office of director is vacant due to reasons other than the rotational scheme described above, the Board shall elect a person who is qualified and has no prohibited characteristics in accordance with Clause 68 of the Public Company Act, B.E. 2535. The successful candidate will replace the vacated director in the Board meeting following the candidate's election. Unless the remaining tenure of the director vacating office is less than two months, a director who has been elected as a replacement shall retain this position only up to the remaining tenure of such preceding director.

As stipulated in the Company's Articles of Association, the shareholders meeting shall elect directors under the following rules and procedures;

1. All shareholders have voting rights equivalent to the number of shares being held.
2. Each shareholder may use all votes set forth in (1) to elect one or more directors. In case of election of a number of directors, those votes may not be divided in any proportion for any particular director.
3. Those who receive the highest respective votes shall be elected as directors in a number equal to those to be elected at such a meeting. In cases of tied votes cast, which would result in the number of directors greater than that permitted for the time being, the presiding chairman shall have a casting vote.

The Company has not determined the maximum number of occasions a director can be re-elected, or his/her age, but will take into consideration his/her time, capability and knowledge devoted to the Company in performing duties. However, for an independent director, The Company determines that an independent director shall not serve the directorship for more than three consecutive terms or a total of nine years.

TOP LEVEL OF EXECUTIVES NOMINATION AND APPOINTMENT PROCESS

The Board has authorized the Nomination and Governance Committee to set up succession planning criteria and to nominate the CEO, Managing Director (High Executive) and senior management by consultation with the Chairman of the Executive Committee to evaluate potential successors and report to the Board for consideration. The succession plan shall be reviewed annually.

GOVERNANCE OF SUBSIDIARY OR JOINT VENTURE

The Company has 2 subsidiaries which are;

1. Teleinfo Media Public Company Limited (TMC) hold 99.99% of total shares
2. AD Venture Public Company Limited (ADV) hold 99.99% of total shares

The governance structure of the Board in subsidiary is as follows:

1. Nomination and CG Committee (NCG) will consider and select a qualified person to be a representative of the Company to act as a director or executive in the subsidiary before propose to the board for approval. NCG also review an appropriate of such position regularly and report to the Board.
2. The Board has specified the roles and authorities of directors in subsidiary as follows:

The roles and authorities of directors in subsidiary;

- To carry out duties in accordance with the laws, the objectives, the Articles of Association of the Company, and the resolutions of the shareholders' meeting in good faith and with care to preserve the interests of the Company.
- To determine vision, policy, and direction of the Company, as well as to oversee and superintend the management to be in line with the policy effectively and efficiently for maximizing corporate value and shareholders' wealth.
- To consider, to approve or propose to shareholders to approve where the case may be, major transactions about business operations of the Company and its subsidiaries, such as new investment and asset acquisition or disposal and other transactions specified by law.
- To consider and/or approve to the connected transaction of the Company and its subsidiaries followed related notification, regulations and guidelines.

- To arrange to have a reliable accounting system, financial reports, auditing, as well as oversee the evaluation process for an appropriate, effective, and efficient internal control, internal auditing, risk management, financial reporting, and monitoring. There should be an independent sector, to monitor and annually review such system. This information should be disclosed in the annual report.
- Provide a system and organized process in receiving complaint. The regulations of such matters are provided in Reporting and Investigation of Misconduct and or Fraud and Whistleblower Protection Policy.
- To oversee not having a case of conflict of interests between the concerned person(s) of the Company, as well as to approve connected and conflicting transactions.
- To appoint or delegate any power to any other person(s) to conduct the Company's business subject to the control of and within the time frame as may be specified by the Board, whereby such appointment or delegation of power may, at any time, be cancelled, revoked, withdrawn or amended. Provided that the said appointment or delegation of power shall not be made in the manner that the Board or the person appointed or delegated then be able to approve any transaction to be entered into between the Board, the person appointed or delegated by the Board, or any person who may have conflicts of interest or any other benefits (as stipulated by the Office of the Securities and Exchange Commission) and the Company or the Company's subsidiaries, unless the approval for such transactions is in compliance with the policy and rules already approved by the Board.
- To determine each director and executive to have a duty in preparing and submitting the Report of Securities Holding in the Company by himself (herself), his (her) spouse, his (her) immature children, to the SEC, by using the 59-1 and 59-2 form, and by the timeframe stipulated in the Notification of the SEC no. Sor Jor 12/2552.

List of the CSL representatives in subsidiaries as a Director in subsidiary are as follows:

TMC		ADV	
POSITION IN TMC	NAME AND POSITION IN CSL	POSITION IN ADV	NAME AND POSITION IN CSL
Board Member and Executive Committee (EXCOM)	1. Mr. Paiboon Panuwattanawong (Board and Chairman EXCOM of CSL) 2. Mr. Anuwat Sanguansappayakorn ¹ (Board & EXCOM members - CSL) 3. Mr. Goh Boon Huat (Board & EXCOM members - CSL) 4. Mr. Anant Kaewruamvongs (Board & EXCOM members, CEO and MD - CSL)	Board Member	1. Mr. Anant Kaewruamvongs (Board & EXCOM members, CEO and MD, CSL) 2. Ms. Wanida Yusamart ² (Act. CFO - CSL)

¹ Being appointed as a Director by the resolution of the Board Meeting no.6/2017 on August 28, 2017 to replace Mr. Vuthi Asvasermcharoen, who resigned with effective on 1 September 2017.

² Replaced Mr. Anuwat Sanguansappayakorn, who resigned with effective on 1 September 2017

Authorities of executive in subsidiary;

- Conduct their duties as assigned
- In case the executive is also an Executive Committee (EXCOM) the duties are as follows:
 - To determine the policies, directions, strategies and core management structure for business operations in line with economic and competitive conditions that have been defined and declared to Shareholders, for approval by the Board.
 - To determine the business plans, budgets, and working authority limits of the Company for approval by the Board.
 - To monitor efficient policy implementation and operating procedures according to favorable business conditions and report to the Board.
 - To monitor the Company's operating performance to be in line with the approved business plan and report the comparison between actual performance and the plan to EXCOM and Board for consideration.

- To report the Company's performance and financial to the Board on the monthly basis.
- Others as assigned by the Board.

The Company has assigned Ms. Wanida Yusamart, Acting Chief Finance Officer (CFO) to act as an Acting Finance and Accounting Director (FDA) in Teleinfo Media Public Company Limited (TMC)

Internal Audit in subsidiary

We designated the management to be director or management in the subsidiaries and affiliate. To date, the subsidiaries were required to report its operating performance to the monthly Executive Committee Meeting. The Office of Internal Audit is also required to monitor and evaluate the adequacy of their internal control systems.



USE OF INSIDE INFORMATION

The Company's Code of Conduct specifies that the directors, management, and staff, at all levels, shall not use market sensitive inside information of the Group for their own or others' interests before such information is disclosed to the market and investing public.

Although investment and trading in the Group's securities is the individual's right and freedom, the Code of Conduct requires the directors, management, and staff to avoid or suspend trading of the Group's securities for a period of one month prior to the disclosure of all financial statements to the public in order to prevent the conflict of interest.

In addition, for compliance with the clause No. 59 of the Securities and Exchange Act, B.E. 2535, the Company requires the directors and management, including their spouse and minor child to report their securities holding and changes using the prescribed form and on the timing specified by the regulation. Such reports are presented to and acknowledged by the Board on quarterly basis.

The distribution of information relating to the Company shall be made only by the person having direct responsibility, or being specifically assigned, on the basis of fact, correctness, and prudence.

In 2015, the Board has approved the Securities Trading Policy of CS LoxInfo Public Company Limited. This Policy intends to provide rules and guidelines for trading the Company's securities, details are provided in page 70 - 71.

AUDIT FEE

1. AUDIT FEE

In 2017, the Company and its subsidiaries paid auditor fee as follows:

- The Company paid audit fee to the auditor's firm in the amount of Baht 1,348,000 (excluded out of pocket expenses).
- The Subsidiaries paid audit fees to the auditor's firm in the amount of Baht 792,000 (excluded out of pocket expenses).

2. NON-AUDIT SERVICE FEE

In 2017, the Company and its subsidiaries paid the non-audit service fee to the auditor's firm in the amount of Baht 250,000 with details as follows:

1. A report on Application to Corporate Income Tax Exemption for the Board of Investment (BOI) according to Announcement of BOI No.2/2559 dated May 27, 2016 in the amount of Baht 100,000.
2. An authentication letter of report and cost reduction for USO payment for the National Broadcasting and Telecommunications Commission (NBTC) according to Notification of NBTC on Criteria and Procedure of Revenue Collecting for Universal Service Supply for Basic Telecommunications Services and Social Service dated May 26, 2017 in the amount of Baht 150,000.

COMPLYING WITH GOOD CORPORATE GOVERNANCE IN OTHER MATTERS

The Board of Directors aims at conducting the business with the good corporate governance following responsibilities, a transparency and a sound management system by emphasizing on achieving the maximum benefits for all stakeholders. Apart from the good corporate governance policy, the Board of Directors has appointed Sub - committees to assist the Board in focusing on key areas under the Board's responsibilities. The Sub - committees shall report its performance to the Board on a regular basis. The Company is committed to providing the shareholders and the investors with accurate, adequate, timely and equal access to information, in accordance with legal and regulatory requirements in order to promote investor confidence in the integrity of the Company. Besides the disclosure responsibility on financial information and quarterly / yearly operating performance, as required by law, the Company also arranged press conference immediately on the next working day after information discloses are made to the SET. Briefing of quarterly and yearly operating performance was also arranged to the investors, analysts, and interested people, details are provided in related issues of the annual report.

For the year 2017, the Company has developed its corporate governance work plan which was suggested by Thai Institute of Directors (IOD) according to a survey on corporate governance of listed companies for the year 2016, the details are as follows:

- Disclosed Corporate Goal / Long term Goal of the business including the business goal in the next 3-5 years in annual report
- Appointed Sustainability Management Working Team and approved corporate social and environment policies to be a framework of a regular and continuing environmental operation. The working team arranged a campaign to provide environmental conservation knowledge for staff and encouraged energy saving campaign throughout the years with details were shown in Sustainability Report.
- Added policy by stipulated that at least two - thirds of the directors must be present at a meeting to constitute a quorum and the minimum quorum for voting shall not less than two - thirds of the whole committee.
- Sub - committees (Board Level) reporting their performances and disclosing in annual report.
- The Board of Directors additional disclosed a complying with Good Corporate Governance in other matters focusing on a suggestion from Thai Institute of Directors (IOD) to inform stakeholders on a development of a Good Corporate Governance complying and inform the reason of a failure to comply with Good Corporate Governance Principles.

Moreover, the Board of directors recognizes that the bribery and corruption is a serious threat to destroy an equal competition, as well as, causing damage to the economic and social development. The Board of Directors pushed the Company to become a part of the Collective Action against corruption and intended to contribute to the elimination of corruption by working in cooperation with civil society, media, and international organizations to foster cleaner business practices and the Company was certified since the year 2014. After that the company has developed by stating the Anti - Bribery and Corruption Policy to provide rules and guidelines for the Company and its employees to prevent breaches of anti - bribery and corruption laws and to encourage the Company's employees to be vigilant and to report any suspicion of bribery and corruption through the secure communication channels provided. In order to reach that goal, the Company actions are as follows:

- The company informed the suppliers for acknowledgement an intention of the Company to become a part of the Collective Action against corruption and intend to contribute to the elimination of corruption.
- For the year 2015, henceforth on an annual basis, the Company has sent the request for cooperation to abstain from giving any gift to executive or staffs of the Company in the New Year Festival and other special occasions.
- For the year 2017, the Company has submitted the recertification of Thai Collective Action Coalition for second consecutive year and the Company has been certified for another 3 years.

The reason of a failure to comply with Good Corporate Governance Principles

Due to the suggestions of Thai Institute of Directors (IOD) on the composition of the Remuneration committee and the Nomination and Governance committee which would comprise of Independent Directors more than 50%, the Nomination and CG Committee considered and concurred that the increasing of a number of independent directors shall have an excess effect on a number of independent directors in each Sub - committee comparing to the size of the Company, the remaining supporting reasons are specified in the report of the Nomination and CG Committee as shown in attachment 4 under topic "Report of the Nomination and CG Committee".

REPORT OF THE REMUNERATION COMMITTEE

In 2017, the Remuneration Committee was held 1 time to consider the matters under scope of duties which was specified in Remuneration Charter. Summarized as follows;

- Review directors' remuneration policy and recommend the 2017 remunerations budget for independent directors and external directors to be equitable with the market and industry standards and commensurate with each member's responsibility and performance also, to be as an incentive for the directors.
- Consider the bonus payment of the Company & subsidiaries based on KPI results
- Consider the performance and bonus of executive, the Company evaluates the performance of the CEO annually based on KPI results, duties and responsibilities as assigned.
- Oversee the 2016 annual performance of the Remuneration Committee performance and Remuneration Charter

For the year 2017, the Remuneration Committee did not hold two meetings as specified by the Charter due to there is no significant matter for consideration. The Committee considers that the meeting arrangement is to comply with the charter is not bring benefit for the Company and its stakeholders.



Mr. Suraphol Pluemarom
Chairman of the Remuneration
Committee

REPORT OF THE EXECUTIVE COMMITTEE

In 2017, the Executive Committee was held 11 times to consider the matters under scope of duties which was specified in EXCOM Charter. Summarized as follow;

- Considered strategic direction of the Company and subsidiary companies for the year 2017 and reviewed half year strategic direction
- Considered KPI of the Company and subsidiary companies
- Considered Budget of the Company and subsidiary companies
- Follow up the Operating Results of the Company and the subsidiary companies (TMC/ADV) to be in line with the Company directions and provided comments on the relevant issues
- Considered the Financial Statement of each quarter
- Reviewed and approved all transactions concerning investments and disposal of assets, human resource management, finance and treasury, general administration
- Made recommendations to the Board regarding the Company's dividend policy
- Approved the appointment of Executive

For the year 2017, Mr. Anuwat Sanguansappayakorn resigned from and other position in the Company and its subsidiaries. EXCOM approved the appointment of Mrs. Wanida Yusamart to be Act. CFO - CSL and other positions previously held by Mr. Anuwat Sanguansappayakorn.

And other transaction related to the Company's business within the limits of delegated approval authority granted by the Board. All activities were reported to the board.



Mr. Paiboon Panuwattanawong
Chairman of the Executive Committee

REPORT OF THE NOMINATION AND CG COMMITTEE

In 2017, the Nomination and CG Committee met 3 times to consider the matters under scope of duties which was specified in Nomination and CG Committee Charter. Summarized as follows;

- Considered matters under the scope of duties of the NCG
 - ◆ Reviewed the size, structure and term of the Sub-committees to be in line with the principle of good corporate governance which specified that NCG, as well as RC, should be consisted of independent directors more than 50% of the committees. Thus, NCG considered and concurred that the increasing of a number of independent directors shall have an excess effect on a number of independent directors in each Sub-committee comparing to the size of the Company. Moreover, the decreasing of a proportion of major shareholders' representatives may not appropriate for overseeing the operation. Currently, independent directors can express their opinions independently without any intervention. In case there are any conflicts, the Chairman who is an independent director shall have an casting vote in compliance with the objectives of good corporate governance principle.
 - ◆ Reviewed the Company's representatives in the boards of its subsidiaries
 - ◆ Considered CG Policy
 - ◆ Considered succession plan for the position of CEO and senior Management
 - ◆ Reviewed the adequacy of the NCG Charter
 - ◆ Recommended directors in place of those to be retired by rotation and fix the authorized directors

- To review 2016 CG report to be disclosed in the Form 56-1, 56-2
- Recommended directors in place of the vacancy position

For the year 2017, Mr. Vuthi Asvasermcharoen resigned from Company's directorships and other position in the Company and the Company's subsidiaries. After considering education background, working experience of the candidates, a diversity and structure of the Board with direction of the Company, the Nomination and Corporate Governance Committee recommended Mr. Anuwat Sanguansappayakorn, representative of major shareholder to be appointed as a new director for replacing Mr. Vuthi Asvasermcharoen. Apart from his directorship of CSL, Mr. Anuwat Sanguansappayakorn would also assume the positions of a member of the EXCOM as well as other positions previously held by Mr. Vuthi Asvasermcharoen.



Dr. Sillapaporn Srijunpetch
Chairman of the Nomination and
CG Committee

AUDIT COMMITTEE REPORT

In 2017, the Audit Committee (AC) is comprised of Mr. Sitthichai Chantravadee (Chairman), Dr. Sillapaporn Srijunpetch, and Mr. Surapol Pleumarom. The committee members have expertise in internal control, accounting, auditing and legal matters, respectively.

All three AC members are not directors of the parent company, subsidiaries, affiliates, or same level subsidiaries of the Company. They possess qualifications as prescribed by applicable laws and regulations. In compliance with the existing laws and regulations, the AC members own no shares in the Company; take no part in the management of the Company and do not act as auditors, consultants, business partners, or have any other involvements with the Company or its related companies. In particular, all AC members are independent committee which is not appointed specifically to look after the interests of directors or major shareholders.

In 2017, the AC held nine meetings in total. In each meeting, relevant senior management, internal auditors, and, where appropriate, external auditors also attended to provide useful information and evidence so that the AC could carry out its duties and responsibilities under the AC Charter as assigned by the Board. The significant agenda which has been considered in the meetings was composed of the matters as set out in the AC Charter which can be summarized as follows:

1. REVIEW OF FINANCIAL STATEMENTS.

The AC, together with the company auditors and management, has reviewed the Quarterly and Year-End financial statements of the Company, both on standalone and consolidated basis, before proposing them to the Board and the Annual General Meeting of Shareholders (AGM) for approval. This is to ensure that the financial statements are accurate, reliable, and compliant to the Accounting Standards of the relevant Accounting Act. The review focused on irregular accounting transactions, significant extraordinary transactions, adjustments, provisions and accounting estimates as well as material information disclosures to ensure that they are properly stated, clear, adequate, timely and meaningful for the shareholders and other users of the published financial statements. In 2017, additional significant matters were reviewed by the AC. The reviews included changing of investment accounting policy, impairment of assets, allowance for doubtful accounts, and related party transactions. In addition, important matter such as revenue recognition for services has been discussed for the disclosure in audit report.

Following its review and satisfactory response to inquiries and evidences, the AC had concurred to the financial statements for the year 2017 as unqualified opinion certified by the external auditor. The financial statements were then presented to the Board for further considerations and approval during the ordinary shareholder's meeting. In addition, they were reported to the Stock Exchange of Thailand (SET) and public investors.

2. INTERNAL CONTROL OF THE COMPANY.

The AC reviewed the adequacy of internal control of the Company on a regular basis, based on the evaluation and findings from both internal and external auditors. In case there are inadequate in any matters, the AC would report on such issues to be solved for improved efficiency to the Board together with remedial action to be taken. This approach motivated the management of the Company to have adequate and effective internal controls in place in achieving operations efficiency, and timely and accurate accounting of business transactions within a strong control environment. Furthermore, the Company implemented the Control Self-Assessment program which this year had additionally included 26 assessment processes for all departments and planned to add more assessment processes during next year. In addition, the Company started using the advisory system for departments which have any concern or questions which was useful to business operations.

Overall, the AC agreed that the Company had internal controls that were adequate and appropriate for the company's operations.

3. COMPLIANCE WITH THE SEC'S AND SET'S LAWS AND REGULATIONS AND OTHER LAWS RELEVANT TO THE COMPANY'S BUSINESS.

The Company has set a Legal & Compliance Unit that monitors, analyses rules and regulations and reports any significant changes of relevant laws applicable to the Company. Also, the unit will ensure Company shall comply with law and regulations. In its reviews, the AC also ensures that the Company adheres to relevant laws and regulations of the SEC and SET, as well as other laws relevant to Company's related business units. For this year, the AC is of the same opinion that the Company has strictly complied with applicable laws, rules and regulations by efficiency and effectiveness

4. TRANSACTIONS WHICH MAY CAUSE CONFLICTS OF INTEREST.

The Company has a policy of conflict of interest and related party transactions, which is in compliance with existing laws and regulations, and this policy has been communicated within the Company. As permitted by law, a limited authority to sanction related party transactions has been delegated to the Managing Director of the Company. Related party transactions above the delegated authority level shall be presented to the Board for approval in advance, as well as shall be identified and submitted to the AC on a quarterly basis for review. In 2017, major matter was the related party transactions for using SAP software. The AC was of the same opinion that the related party transactions in 2017, disclosed in the annual report, were in line with the Company's business, on arm's length basis, and of normal commercial terms.

5. RISK MANAGEMENT ASSESSMENT.

The AC has reviewed the quarterly meeting results of the Risk Management Committees of the Company and its subsidiaries. The review focused on identifying risk factors and their impacts, prioritizing the risks, and mitigating the risks to the acceptable levels in accordance with the policy and established practices. The Audit Committee also assessed the Company's risk management plan and provided useful suggestions on how to effectively identify and manage risks. The AC was of the same opinion that the Company has managed and mitigated those risks identified in 2017 annual report in a prudent approach. In addition, the Company also focused on developing the Business Contingency Plan (BCP) which has been reviewed and tested on a timely basis.

6. OVERSEEING THE COMPANY'S INTERNAL AUDIT FUNCTION.

The Office of Internal Audit of the Company reports directly to the AC. In 2017, the AC held meetings with the Office of Internal Audit to review vision, mission, strategy and audit policy; set medium-term plan (three years); provide suggestions to improve the internal audit work efficiency; and review and approve the internal audit annual work plan, including manpower, budget, and internal auditors' development plan, for both the Company and its subsidiaries. In the review, the AC took into account the sufficiency of human resources and work competency, budget, the risk-based assessment results, and the independence of internal audit including provide opinions on constructive improvement together with the Auditee for continuous development and sustainability according to the defined vision. In 2017, the Office of Internal Audit has followed its work plan in terms of efficiency and effectiveness such as supporting organization for effective internal controls, promoting sustainable improvement and development and encouraging good corporate governance.

7. SELF-ASSESSMENT OF THE AC.

The AC has completed self-assessment of its performance in 2017 at both individual and committee levels, based on the AC Charter and established best practices of SEC and SET which the assessment result are very satisfying. For the AC performing in this year, there are improvement on internal control system, internal audit, risk management and compliance with applicable laws and regulations.

8. APPOINTMENT OF THE EXTERNAL AUDITOR.

In 2017, the AC assessed the suitability of the external auditor subject to the Accounting Standard and auditor qualifications, in particularly, under the independence criteria, based on the quarterly and yearly financial statements review and audit report, and the meetings with the external auditor and his audit team. With that, the AC was of the same opinion that the auditor had appropriate qualifications and duly performed their duties this year.

The AC considered and concurred to propose the name of auditor and the audit fee for 2018 to the Board for further considerations and approval during the ordinary shareholder's meeting, with the appointment of Mr. Chavala Tienpasertkij CPA 4301, Dr. Suphamit Techamontrikul CPA 3356 and Mr. Permsak Wongpatcharapakorn CPA 3427 from Deloitte Touche Thomatsu Jaiyos Co., Ltd (Deloitte) as the auditors of the Company with audit fee amount of 1.44 Million Baht for the Company and 0.79 Million Baht for subsidiaries, total audit fee of 2.23 MB

In conclusion, in 2017, the AC was of the same opinion that it had fulfilled its duties and responsibilities under the AC Charter, particularly for the supervision function of the internal audit, to ensure that the business practices of the Company and its subsidiaries were conducted with good governance, adequate internal control, and appropriate risk management. The reported financial statements were accurately prepared and disclosed in accordance with accounting standards as defined in the Accounting Act. The related party transactions were made with normal and best business practices, and under applicable laws. The Company strictly and efficiently follows the applicable laws and regulations.



Mr. Sitthichai Chantravadee

Chairman of the Audit Committee
12 January 2018

INTERNAL CONTROL AND RISK MANAGEMENT

The Board is responsible for the Company's internal control schemes. The audit committee, as a Sub-committee of the Board, is chartered to oversee the internal controls within the company in order to safeguard the transactions that are presented on the financial statements. The internal control increases the effectiveness and efficiency of business operations by helping to define rules and regulations, also strengthens the risk management through the changed environment of business operation. Supported by both the internal and external auditors, the audit committee evaluates the internal control performance within the company on an on-going basis and regularly reports the results to the Board.

INTERNAL CONTROL

The company has managed risk and defined the internal control scheme by adhering to the principles of the Committee of Sponsoring Organizations of the Treadway Commission - Enterprise Risk Management (COSO - ERM), which consist of the following 8 elements:

1. INTERNAL ENVIRONMENT

The Company establishes a good work-control environment with appropriate management structure that supports policy planning and effective operations. Appropriate monitoring and control mechanisms are put in place and regularly updated. Business transactions are subject to the Company's code of conduct and rules and regulations. Directors and employees are held accountable according to the Code of Conduct, anti-corruption policy, and misconduct and fraud prevention practices. In 2017, the Company has got a re-certificate from the Thailand's Private Sector Collective Action Coalition against Corruption to foster transparency and accountability.

2. OBJECTIVE SETTING

The Company establishes clear business goals and objectives which are in line with its missions or core goals, both in terms of strategies and operations. The key strategies include aspects on performances, business partners, new products and services, shareholders, operating procedure improvement, and human resources. These objectives are set based on the company's risk preferences and tolerance. The Company regularly updates its business plan and

strategies to reflect current market situation and changing risk factors. In 2017, the defined factors are business competition, economic and political impact and changes in technology and consumer behaviors.

3. EVENT IDENTIFICATION

The Company has delegated to the Risk Management Committee (RMC), which consists of the Managing Director and all Department Head who have knowledge and expertise in key business areas including marketing and sales, network operations, information technology, accounting and finance, and human resources, the responsibility to identify potential risks of internal and external events on a timely basis, so that appropriate response measures can be developed and deployed. On a quarterly basis, the assessment and risk management result of RMC are reported to both the Audit Committee and the Board. In 2017, the main results are high pricing competition, reduce budget or slow down customer decisions, increasing of transmission media cost and the relatively slow income growth.

4. RISK ASSESSMENT

The Company has a risk management policy which governs the operation by the Risk Management Committee (RMC) and is reviewed by the Audit Committee. The committees meet quarterly to review and update the internal and external risk factors underlying the businesses. A model dimensioning the 'likelihood' and 'impact' associated with each risk factor identified is used to assist the RMC in determining appropriate response. The risk assessment and response plan are regularly documented in the RMC report which is shared with both the Audit Committee and the Board.

Key risk factors involve business competition, technology and consumer behavior changes, economic impacts, and investments in subsidiaries of which impairments have been reviewed and its business directions have been revised for effective and continuing operations. Moreover, legal risks and corruption risks, which are involved with its business operations, have been evaluated and it is found that the risk level is still relatively low. All these are conducted to ensure that the company will be able to operate and achieve its established goals under the risk tolerant.

5. RISK RESPONSE

The Company establishes that risk management is the responsibility of every employee. Operational risks arising in the normal course of business are addressed and resolved by the operating staff concerned. Risk factors identified by the Risk Management Committee as having a high likelihood of occurrence with significant adverse impact on the Company's business operations will be addressed with appropriate cost-effective measures, developed to either avoid or mitigate their impact.

In 2017, most risks are in acceptable level. However, there are some risks that require management plan, including risk of IDC Service Interruption, risk associated with the increasing cost of leased line connecting service and risk of service effectiveness. The company could mitigate these risks to the acceptable level. Other risks that the company had to keep monitoring include changes in technology risk, competition risk, economic impact risk, and investments in subsidiaries risk.

6. CONTROL ACTIVITIES

The Company has clear policies and procedures that define key control activities in each operation. These policies and procedures are reviewed periodically to ensure they are consistent with and relevant to current operating environment or changing risks.

The key control activities include the establishment of procedures for disbursement, procurement, general administration, delegation of approval authority and financial authority limits that are clearly defined in written. Moreover, the Company has set segregation of duties related to approval, recording of transactions and information, and asset management in order to maintain a check and balance. Apart from that, the Company also implemented several activities supporting internal control such as ISO 9001, ISO 20000, ISO 27001, and Control Self-Assessment (CSA), which was initiated in 2014 and it was found that the processes which were evaluated using the CSA could be improved effectively. Therefore, in 2017 the Company has expanded its operations to eight additional processes and planned to continuously expand this program every year.

7. INFORMATION AND COMMUNICATION

The Company utilizes management information systems, including SAP, Sales system, and Service system, through which key data can be transmitted and processed. This allows the Company to produce reliable, timely, and consistent financial reports. The Company also has communication channels to cascade key information relating to corporate governance, policies and regulations, and procedures and practices to employees throughout the organization via the Company's website and intranet system. This provides employees with access to guide them in their personal conduct and business activities, and as feedback for improving their performance in the future.

The Company also provides a petition system to allow employees and external party to raise concerns on ethical or legal violations. The investigations on the petition are conducted in a systematic and timely manner. The result then will be reported to the senior management, the Audit Committee, and the Board.

In 2017, the Company has improved and developed additional key systems such as PR online system which effectively support purchasing as per customer order and to be able to monitor transactions, as well as Sale Fore-ADSL Condo system which support the sale of ADSL Condo to be effective and able to verify the status.

8. MONITORING

The Company tracks and monitors its operating process and performance at several levels. The managers and supervisor groups are responsible for monitoring conduct and performance of their staff against acceptable behavior norms, business targets, and key performance indicators. In addition, Internal Audit also follows up the audit result together with the auditee and propose that it is a good conducting or must to be additional improved on any problem. And there are special committees like the Management Committee and Risk Management Committee monitor business performance as specifically indicated in the respective charters. Thirdly, the sub-committees of the Board, namely the Executive Committee, the Audit Committee, the Nomination and Governance Sub-committee, and the Remuneration Sub-committee, review the Company's performance in various areas on a regular basis. Essential matters to monitor in 2017 are the various business operations compare to key performance indicator, data center expansion and cloud services, as well as application development for sale and services to corporate customers.

The Company has reviewed the adequacy of internal control based on COSO's framework, which incorporates five factors: Corporate Internal Control, Risk Assessment, Operation Control, IT System, Information Communication, and Monitoring System. Following the review, the Board was of the same opinion that the Company had adequate internal control to protect the business and its assets. The Board was of the further opinions that the Company had sufficient staff to uphold the integrity of the internal control scheme, and that the control monitoring system was sufficiently effective to safeguard the assets of the Company, detect conflict of interest in business contracts, and identify related party transactions and unauthorized use of assets by directors or staff. This was demonstrated by the fact that there were no transactions, with substantial errors, defected nor there was no key assets lost and/or unauthorized use thereof.

INTERNAL AUDIT

The Office of Internal Audit is an independent unit that directly reports to the Audit Committee. In line with the policies and regulations of the Audit Committee, it is responsible for auditing, analyzing and evaluating internal control scheme, risk management and financial reporting through innovative audit programs. Internal auditors provide value adding recommendations on improvement in control schemes, business processes, and efficient uses of resources. They also facilitate and support the control self-assessment to increase the effectiveness of work and reduce the key risks by managing the risks in time. The audit work has developed in accordance with the internal audit standards.

The Office of Internal Audit has set out medium-term visions, missions, strategies, and annual innovative risk-based audit plan which covers the operations of the Company and its subsidiaries. Based on the results of risk evaluation and management, the audit plan focuses on risk factors that will have substantive impact on the achievement of the Company's objectives, the reliability of financial statements, and the assessment of fraud risk, under the approval of the Audit Committee. The audit results and follow-ups are then reported to the Audit Committee on a quarterly basis as well as in the Audit Committee's ad hoc meetings.

In 2017, the Office of Internal Audit conducted the audits according to the annual audit plan approved. The scope of works included inventory system and delivery of ICT equipment, marketing and sales process of broadband condominium, collection process and revenue and cost in mobile content service of subsidiaries. The results together with recommendations have been discussed with the audited departments and already reported to the Audit Committee. The meeting has considered and gave additional suggestions to further improve the productivity and operation efficiency. Moreover, the advisory system has been developed to handle inquiries and doubt in operations and promote the preventive control.

CHIEF OF INTERNAL AUDIT

The AC performed its duties to supervise the internal audit, and appointed Ms. Nusara Vimanan, who is well qualified and highly experienced, as the Head of Internal Audit Office and secretary of the Audit Committee in accordance with the stated qualification requirements. The Chief of Internal Auditor is responsible to perform internal audit work according to the visions and the audit plan in an effective and efficient manner, and report the audit performance to the AC on a regular basis. This year, it discovered that its performance was evaluated satisfactory by the Audit Committee.

CHIEF OF COMPLIANCE UNIT

The Company has established the Compliance unit to ensure that the Company operates in compliance with rules, regulations and guidelines of Capital Market Supervisory Board, SEC, SET and other relevant regulatory agencies. Mr. Anuwat Saguansappayakorn, the Chief Financial Officer, served as the head of Compliance Unit; as he had adequate knowledge and experience to effectively perform compliance work as assigned.

Mr. Anuwat Saguansappayakorn has relocated to Intouch Group since 1st September 2017. Mrs. Wanida Yusamart who is Acting Chief Financial Officer has been assigned afterward to act as this substitute conducting.

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An open laptop with a book inside it, surrounded by various educational icons like a microscope, globe, and books. The icons are in different colors and sizes, floating around the laptop. The laptop is black and silver, and the book is white with a blue cover. The background is white.

Further to the specification of the internal policy of the organization, the Board of Directors commissions a code of conduct for its business partners in an aim to establish a mutual understanding between the Company and its business partners for further relevant implementation as part of their collaborative business activities for the benefit of customers.



The Board of Directors is prompt to take responsibility for any issues arising out of any incorrect business operations or for any impact that occurs in an immediate and appropriate manner. In case that a customer or a person of interest needs to file a complaint in any issues, the Customer Service Department is available throughout 24 hours. Moreover, in case that a customer needs to directly inform the Board of Directors, the Company has an available channel for such person to be able to make a direct contact to report or file a complaint to the Board of Directors in the Company's website www.csloxinfo.com. Such action can be also addressed to the Board of Director by email: board@csloxinfo.net. When the Board receives a complaint, it will consider it to find a solution and inform a concerned entity of it in order to find out a solution.

On 9th May 2017, a policy on the corporate development and sustainability was announced, which is an emphasis on the fact that

the Company is a leader of the business operations with respect to the sustainable development practices consistent with the principle of the economy of sufficiency by creating the stakeholders' confidence through its business operations of excellence, transparency, and continuous development of innovation in the presence of the framework on the management for sustainability as a code of conduct in compliance with the international standards. The operational policy is as follows:

1. Comply with the international principle of the sustainable development, laws, and relevant rules and regulations.

2. Consider the preservation of the balance between the economy, society, environment, and the stakeholders in all segments in the business operations for the sustainable growth of the business, society, and environment.

3. Bring about the awareness on the policy of the management for sustainability among business partners and customers, and promote

the code of conduct for sustainability for business partners to adopt it that covers the entirety of the business, from the beginning until the end.

4. Promote the development of innovations and technology for business operations on a continuous basis for the sustainable interests for the business, society, and environment.

5. Adhere to the principle of the good global citizenship in reliance on the expertise of the ICT business in order to improve the quality of life and society, which will lead to the sustainability of the public.

6. Disclose the policy, the management framework, and the operational results with transparency, and act as a good role model to create a way of conduct that leads to the corporate culture of the business sustainability.

The detail of the roles of social responsibility is published in the Company's website under the topic of the Sustainable Development and in a hard copy format of the Sustainability Report.

RELATED PARTY TRANSACTIONS

In 2016 and 2017, the Company and its subsidiaries entered into a number of transactions with related parties that may have conflicts of interest with the Company and its subsidiaries. These connected transactions arose in the ordinary course of doing business and according to normal trade conditions. Significant related transactions between the Company, its subsidiaries, and related companies are as follows:



RELATED PARTY TRANSACTIONS THAT MAY LEAD TO CONFLICTS OF INTEREST

Amount (Million Baht)

TRANSACTION DESCRIPTION	AMOUNT DEC 31, 2017			AMOUNT DEC 31, 2016		
	INTOUCH GROUP	SINGTEL GROUP	TOTAL	INTOUCH GROUP	SINGTEL GROUP	TOTAL
Total sales and services income	212.79	1.16	213.95	312.24	1.89	314.13
Total other income	2.19	-	2.19	13.20	-	13.20
Total expenses	34.42	5.70	40.12	34.02	7.69	41.71
Total trade accounts receivable and others	38.11	0.30	38.41	61.40	0.53	61.93
Total trade accounts payable and others	13.12	0.83	13.95	17.62	1.30	18.92

INTOUCH GROUP

The Company and its subsidiaries have entered into related transactions with connected persons

Amount (Million Baht)

RELATED COMPANY	RELATIONSHIP	DESCRIPTION	AMOUNT AS AT		REASONS
			DEC 31, 2017	DEC 31, 2016	
MIMO Tech Co., Ltd. (MMT) Development and providing information for mobile phone	AIS holds 99.99% shares in this company with shared directors	<ul style="list-style-type: none"> - Sales and services income - Other income - Trade accounts receivable and others 	143.19 0.31 20.99	233.84 - 39.51	The subsidiaries provide content and value added service for mobile phone to customers such as game, ringtone, wallpaper, horoscope and etc. by the percentage of revenue. Service fee was charged under normal contracts and trade conditions on an arm's length basis. <ul style="list-style-type: none"> - Content and value added service for mobile phone to customers by SMS broadcast - Sale promotion
Thaicom PLC. (THAICOM) Telecommunication satellite services operator	Hold 99.99% in DTV and shared directors	<ul style="list-style-type: none"> - Sales and services income - Other income - Expenses - Trade accounts receivable and others - Trade accounts payable and others 	4.57 - 0.94 2.28 0.91	14.77 0.85 7.91 4.85 9.34	The Company provides Uplink, service fee was charge under cost plus appropriated profits and internet service by connecting the network within and outside the country and the data center service. Service fee was charged under normal contracts and trade conditions on an arm's length basis. <ul style="list-style-type: none"> - Sales internet equipments, Uplink, monthly internet, server co-location and the data center service charges - Other income - Equipments rental and technical services charges

RELATED COMPANY	RELATIONSHIP	DESCRIPTION	AMOUNT AS AT		REASONS
			DEC 31, 2017	DEC 31, 2016	
Advanced Wireless Network Co., Ltd. (AWN) Provides telecommunication network services with Wifi internet, Public Broadband Multimedia Service, integrated digital network service, as well as fixed and wireless telecommunication network service.	AIS holds 99.99% shares in this company with shared directors				The Company and its subsidiaries provide the following services; 1) Internet service by connecting the network within and outside the country and the data center service 2) Furnishing information or content on mobile phone (Audiotex) such as astrology, lotto, sport and entertainment etc. 3) Outsourcing call center service. It provides incoming and outgoing calls to businesses. Service fee was charged under normal contracts and trade conditions on an arm's length basis. The Company and its subsidiaries hire AWN to provide network operator, telecom service operator, computer system service provider and mobile services, handset sales and datanet equipment's rental. Service fee was charged under normal contracts and trade conditions on an arm's length basis.
		- Sales and services income	11.34	15.49	- Monthly internet, server co-location and a content on mobile phone (Audiotex) and outsourcing call center service charges
		- Expenses	21.74	18.95	- Domestic connectivity for provisioning of internet connection services, airtime of mobile service and handset sales and datanet equipment's rental
		- Trade accounts receivable and others	2.12	1.75	
		- Trade accounts payable and others	2.51	2.97	
Advanced Contact Center Co., Ltd. (ACC) Call center service	AIS holds 99.99% shares in this company with shared directors				The subsidiary provided outsourcing call center service. It provides incoming and outgoing calls to businesses. Service fee was charged under normal contracts and trade conditions on an arm's length basis.
		- Sales and services income	47.97	46.05	- Customer service information provides for incoming call
		- Trade accounts receivable and others	9.84	14.82	

RELATED COMPANY	RELATIONSHIP	DESCRIPTION	AMOUNT AS AT		REASONS
			DEC 31, 2017	DEC 31, 2016	
TC Broadcasting Co., Ltd. (TCB) Providing broadcasting, television and telecommunication services	THAICOM holds 99.99% shares in this company with shared directors	<ul style="list-style-type: none"> - Sales and services income - Other income - Expenses - Trade accounts receivable and others - Trade accounts payable and others 	0.28 - 6.75 0.28 8.50	- 12.35 3.03 - 3.14	The Company provides internet service by connecting the network within and outside the country and the data center service. Service fee was charged under normal contracts and trade conditions on an arm's length basis. The Company hire TCB to provide telecommunication services (Network Provider and services Provider) <ul style="list-style-type: none"> - The data center service charges - Sale satellite uplink equipment - Technical services charges
I.T. Applications and Services Co., Ltd. (ITAS) Provides SAP application development and improvement, including maintenance services	INTOUCH holds 99.99% shares in this company with shared directors	<ul style="list-style-type: none"> - Sales and services income - Expenses - Trade accounts receivable and others - Trade accounts payable and others 	2.05 4.82 2.49 0.47	0.27 3.44 - 0.21	The Company provides internet service by connecting the network within and outside the country and the data center service. Service fee was charged under normal contracts and trade conditions on an arm's length basis. The Company and its subsidiaries hire ITAS Provides SAP application development and improvement, including maintenance services. <ul style="list-style-type: none"> - Sales internet equipments and monthly internet service charges - SAP application development and improvement, including maintenance services charges
OTHER RELATED COMPANIES	The affiliates in INTOUCH Group with shared directors	<ul style="list-style-type: none"> - Sales and services income - Other income - Expenses - Trade accounts receivable and others - Trade accounts payable and others 	3.39 1.88 0.17 0.11 0.73	1.82 - 0.69 0.47 1.96	<ul style="list-style-type: none"> - Monthly internet , server co - location and the data center service charges - Other income - Expenses for services charges and others

SINGTEL GROUP

The Company and its subsidiaries have entered into related transactions with connected persons

Amount (Million Baht)

RELATED COMPANY	RELATIONSHIP	DESCRIPTION	AMOUNT AS AT		REASONS
			DEC 31, 2017	DEC 31, 2016	
Singapore Telecommunications Limited (STC)	SINGTEL own 14.14% of the Company's share capital				The Company provides internet service by connecting the network within and outside the country and the data center service. Service fee was charged under normal contracts and trade conditions on an arm's length basis.
		- Sales and services income	1.16	1.89	- Monthly internet and server co-location services charges
		- Expenses	1.29	3.31	- Domestic and international connectivity
		- Trade accounts receivable and others	0.30	0.53	
		- Trade accounts payable and others	0.78	0.85	
Equinix Singapore Pte. Ltd. (EQX)	Same major shareholder	- Expenses	4.41	4.38	- Domestic and international connectivity
		- Trade accounts payable and others	0.05	0.45	

THE NECESSITY AND REASONABLENESS OF TRANSACTIONS

TRANSACTION DESCRIPTION	PRICE POLICY
Revenues from monthly internet services fees	At market price
Revenues from transponder services, internet subscriber line fees, and broadband link services fees	Cost plus appropriated profits
Revenue from the data center	At market price
Revenue from content and value added service (Revenue Sharing) and furnishing information or content (Audiotex) for mobile phone	At market price
Revenue from outsourcing call center service. It provides incoming and outgoing call to business	At market price
Cost of server maintenance and operating costs	At market price
Telephone line rental fees for provision of internet connection	At market price
Advertising fees, telephone charges, computer program fees, accounting program fees and office rental fees	At market price
Communication equipment maintenance fees and communication equipment rental fees	At market price

The above transactions have already been considered and approved by the Company's audit committee at the 2 / 2018 meeting held on January 29, 2018 with the opinion that such related transactions at present are part of normal business operations which support the group's business and are in its best interests. Consequently, the said transactions as per details above are necessary and reasonable and the return thereof is determined in consideration of appropriate market price or cost plus profit (Cost Plus).

Connected Transaction Approval Procedure

In the connected transaction approval procedure, for the transactions that are normal business operations, such as Internet services and telephone line rental and etc., the Company will set up conditions according to normal business practice using the market price normally charged to general customers or a determined price taking into account the actual cost incurred plus reasonable profit which is the rate charged to general customers. The Company will have its audit committee, or its auditor, or a specialist provide an opinion on the reasonableness of the transaction and price suitability.

As for other connected transactions, the Company will set up conditions according to normal business practice and the market price applicable to general customers will be used. If the market price is not available, the Company

will cause an independent expert to obtain appropriate price and condition for the best benefits of the Company and its shareholders. Before taking such action, the Company has to obtain approval from the Board of Directors or shareholders as appropriate. The Company will have its audit committee, or its auditor, or a specialist provide an opinion on the reasonableness of the transaction and price suitability in approving the connected transaction to support the decision of the Company's Board of Directors or shareholders as the case may be.

The Company complies with the regulations of the SEC and SET on information disclosure of connected transactions, acquisition of major assets of the Company and its affiliates, and Financial Reporting Standard established by Federation of Accounting Profession.

POLICIES AND FUTURE TREND OF CONNECTED TRANSACTIONS

It is projected that connected transactions in the future will still consist of normal business operations. Future connected transactions shall be in accordance with the above approval procedure.

MANAGEMENT'S DISCUSSION AND ANALYSIS

BUSINESS OVERVIEW FOR YEAR 2017

CS LOXINFO ("CSL") had consolidated revenue for Y2017 of Baht 2,823 million, a decreased of Baht 95 million or 3%, and had net profit from operation of Baht 305 million or Baht 0.51 per share, maintained against last year. This resulted from the restructuring of YellowPages Business by discontinuing print media and focusing only online media since Apr'17. In parallel with an intense competition in telecom industry, the growth of ICT Business that cannot compensate the decrease of Voice and Info Services and Mobile Content Business.

Otherwise, In 4Q2017, the Company has reviewed long outstanding internet network rental fees in previous years between the Company and suppliers. The difference was recognized by adjusting with internet network cost of Y2017 amounting - net Baht 20 million. This led CSL to have net profit for Y2017 of Baht 325 million or Baht 0.55 per share.



BUSINESS SUMMARY

ICT BUSINESS

Operated by CS LoxInfo Public Company Limited ICT Business is the Leading total solution ICT Service Provider to corporate clients. ICT Business is a leader in corporate internet and data center services, but also has Cloud computer services and flexible ICT solutions, which meet customer needs, as well as providing smooth, reliable after sales - service. Moreover, CSL has also expanded our products / services into the consumer market by launching Broadband service for Condominiums.

As at the end of Y2017, CSL had corporate client subscribers as follows:

NUMBER OF SUBSCRIBERS	4Q2016	3Q2017	4Q2017
Leased Line (sub)	5,789	5,843	5,781
Internet Data Center: IDC (rack)	533	568	561
High-Speed Internet for Condominiums (sub)	10,620	19,413	21,250

MEDIA AND ADVERTISING ON YELLOWPAGES BUSINESS

Operated by Teleinfo Media Plc. ("TMC"), the subsidiary is a commercial search provider and Thailand's largest directory publisher. Its database consisted of all types of products and services nationwide such as business listings for business to business (B2B) and business to consumers (B2C).

Currently, TMC had discontinued print media segment and focus only online and digital since Apr'17, and transferring print media customers to online platform on www.yellowpages.co.th.

VOICE INFO SERVICES AND MOBILE CONTENT BUSINESS

This business comprises: 1) Voice Info Services Segment, operated by Teleinfo Media Plc. ("TMC"), and 2) Mobile Content Segment, operated by AD Venture Plc. ("ADV"). The main revenue streams of these businesses come from information inquiries via the 1188 call center and content products such as general news, entertainment news, and horoscopes via Short Message Services (SMS) through all mobile phone networks and the Audiotex system (1900xxx).

Currently, revenue from Voice Info Services and Mobile Content Business is declining. This has resulted from customer behavior and technology changes. ADV is coping with new technology trends and customer behavior changes by focusing on selecting / developing new content to provide a variety of services and developing new applications for corporate sector. ADV is also focusing on stringent cost and SG & A control.

By the way, the overall direction of "TMC" and "ADV" will focus on delivering a full range of marketing and sales services through digital media and call center.

OPERATING RESULTS

The consolidated financial statement for the year ending 31 December 2017 compared to the consolidated financial statement for the year ending 31 December 2016.

Unit: Million Baht

	PERIOD		CHANGE
	2016	2017	(%)
Revenues from sales and services	2,890	2,798	(3)
Other incomes	28	25	(11)
TOTAL REVENUE	2,918	2,823	(3)
Cost of sales and services	1,796	1,764	(2)
SG & A expenses	718	673	(6)
Financial cost	18	14	(22)
OPERATING PROFIT	386	372	(4)
Income tax	80	67	(16)
PROFIT BEFORE ONE TIME	306	305	-
Extraordinary item	-	20	100
NET PROFIT	306	325	6
EARNINGS PER SHARE	0.51	0.55	8

TOTAL REVENUE FROM SALES AND SERVICES

CS LoxInfo Public Company Limited earned Baht 2,798 million in revenue from sales and services in Y2017. The main revenue streams were, firstly, ICT Business; secondly, Media and Advertising on YellowPages; and thirdly, Voice Info Services & Mobile Content Services business. The details are as below:

1. REVENUE FROM ICT BUSINESS

Revenue from ICT Business for 2017 was Baht 2,379 million, an increase of Baht 93 million or 4% over last year. The details are as below:

REVENUE FROM ICT BUSINESS	2016 (MB)	2017 (MB)	CHANGE (%)
Leased Line Services	1,381	1,364	(1)
Internet Data Center Services (IDC)	290	326	12
ICT Solution Services	511	578	13
Broadband Services	59	93	58
Other value added services	45	18	(60)
TOTAL	2,286	2,379	4

- Revenue from Leased Line maintained against last year. This was mainly resulted from an intense competition.
- Revenue from ICT Solution services increased by 13%YoY, which rely on the percentage of completion method.
- Revenue from Internet Data Center and Broadband for Condominium Services increased by 12%YoY and 58%YoY. This resulted from continuous growth of cloud services and new condominium's customer base.
- Other value added services decreased 60%YoY. This was resulted from discontinuing Uplink - Downlink services since 3Q2016 due to the expiration of the concession agreement.

2. REVENUE FROM MEDIA AND ADVERTISING ON YELLOWPAGES

Revenue from Media and Advertising on YellowPages for Y2017 was Baht 118 million, a decrease of Baht 93 million or 44% against last year. This was due to TMC had discontinued print media segment and focus only online and digital since 2Q2017.

3. REVENUE FROM VOICE INFO SERVICES & MOBILE CONTENT SERVICES

Revenue from Voice Info Services & Mobile Content Services for Y2017 was Baht 301 million, a decrease of Baht 92 million or 23% against last year. This was due to technology and customer behavior changes.



COST OF SALES AND SERVICES

Costs for sales and services for Y2017 was Baht 1,764 million, a decrease of Baht 32 million or 2% over last year. The details are given below:

1. COST OF ICT BUSINESS

Cost associated with ICT Business for Y2017 was Baht 1,506 million, an increase of Baht 82 million or 6% from last year. This resulted from cost of ICT Solution services.

2. COST OF MEDIA AND ADVERTISING ON YELLOWPAGES

Cost of Media and Advertising on YellowPages for Y2017 was Baht 33 million, a decrease of Baht 46 million or 58% over last year. This resulted from the business restructuring to focus only on online media segment.

3. COST OF VOICE INFO SERVICES & MOBILE CONTENT SERVICES

Cost of Voice Info Services & Mobile Content Services for Y2017 was Baht 225 million, an decrease of Baht 68 million or 23% over last year. This was due to cost and expenses control.

SELLING AND ADMINISTRATIVE EXPENSES

Selling and administrative expenses for 2017 was Baht 673 million, a decrease of Baht 45 million or 6% from last year. The details are given below:

1. SELLING AND ADMINISTRATIVE EXPENSES OF ICT BUSINESS

Selling and administrative expenses of ICT Business for 2017 was Baht 544 million, an increase of Baht 19 million or 4% over last year from staff expenses and sales and marketing expenses for corporate's customers.

2. SELLING AND ADMINISTRATIVE EXPENSES OF MEDIA AND ADVERTISING ON YELLOWPAGES

Selling and administrative expenses of Media and Advertising on YellowPages for 2017 was Baht 95 million, a decrease of Baht 66 million or 41% against the previous year, which was resulted from the business restructuring to focus only on online media segment.

3. SELLING AND ADMINISTRATIVE EXPENSES OF VOICE INFO SERVICES & MOBILE CONTENT SERVICES

Selling and administrative expenses of Voice Info Services & Mobile Content Services for 2017 was Baht 34 million, roughly equivalent to that in last year.

GROSS PROFIT AND NET PROFIT FROM THE OPERATION

In Y2017, CSL had gross profit of Baht 1,036 million, a decrease of Baht 58 million or 5% against the previous year, and had profit from operations for Y2017 of Baht 372 million, a decrease of Baht 14 million or 4% against the same period last year. This mainly resulted from a decline of Voice and Mobile Content Business performance, which was directly impacted by technology and customer changes.

FINANCIAL POSITION

THE MAJOR ASSET COMPONENTS COMPRISE THE FOLLOWING;

	31 DECEMBER 2016		31 DECEMBER 2017	
	MB	% OF TOTAL ASSETS	MB	% OF TOTAL ASSETS
Cash and cash equivalents	420	22	330	18
Trade accounts receivable, accrued income and other receivable	488	26	441	24
Other current assets	36	2	52	3
TOTAL CURRENT ASSETS	944	50	823	45
Property, plant and equipment - net	812	43	873	47
Other non - current assets	142	7	143	8
TOTAL ASSETS	1,898	100	1,839	100
Short - term loans	230	12	250	14
Trade and other accounts payable	432	23	412	22
Current portion of long - term loans	60	3	60	3
Unearned income and advances received	171	9	122	6
Other current liabilities	23	1	27	2
TOTAL CURRENT LIABILITIES	916	48	871	47
Long term loan	60	3	-	-
Other non - current liabilities	209	11	176	10
TOTAL LIABILITIES	1,185	62	1,047	57
Issued and paid - up share capital and Premium on shares	470	25	470	26
Legal reserve	15	1	15	1
Unappropriated	228	12	294	16
TOTAL EQUITY	713	38	792	43

ASSETS

As at 31 December, 2017, CSL had total assets of Baht 1,839 million, a decrease of Baht 59 million or 3% from the end of Y2016. This was due to the following:

- Cash and cash equivalents decreased Baht 90 million or 21% over the end of last year. This mainly resulted from dividend payment and loan from financial institution repayment.
- Trade accounts receivable, accrued income and other receivables - net decreased Baht 47 million or 10% from the end of last year. This was due to TMC had discontinued print media segment since 2Q2017 and a decrease of revenue from Voice Info Services & Mobile Content Business.
- Property, plant and equipment increased Baht 61 million. This resulted from an expansion of ICT Business investment.

LIABILITIES AND EQUITY

LIABILITIES

As of 31 December, 2017, CSL had total liabilities of Baht 1,047 million, a decrease of Baht 138 million or 12% from last year. This was due to the following:

- Unearned income and advance receipts decreased by Baht 49 million or 29% because of the restructuring of YellowPages Business to focus on online media since 2Q2017.
- Loans from financial institutions decreased Baht 60 million from repayment during the period.
- Other non-current liabilities decreased Baht 33 million or 16%. This resulted from the adjustment of Employee benefit obligations which was resulted from an revision of principal actuarial assumptions, according to TAS 19 "Employee Benefits"

TOTAL EQUITY

As of 31 December 2017, CSL had total equity of Baht 792 million, an increase of Baht 79 million or 11% from the end of last year. This was due to the following:

- Profit from operations for Y2017 of Baht 325 million or Baht 0.55 per share
- Dividend payments totaling Baht 262 million, which consisted of:
 - ◆ 2HF2016 dividend payment of Baht 131 million (0.22 Baht per share), and
 - ◆ 1HF2017 dividend payment of Baht 131 million (0.22 Baht per share)
- Defined benefit plan actuarial gain according to TAS 19 "Employee Benefits" of Baht 15 million

ASSETS QUALITY

ACCOUNTS RECEIVABLE ANALYSIS

As of 31 December 2017, CSL had trade accounts receivable and accrued income - net in amount of Baht 329 million or 18% of total assets. The trade accounts receivable comprised of third parties and related parties, representing 90% and 10% of total trade accounts receivable, respectively. The average collection period of Y2017 was 45 days, roughly equivalent to that in Y2016 (normal collection period of the Company was 15 - 120 days). As at 31 December 2017, the Company had an allowance for doubtful accounts of Baht 48 million or 13% of total trade accounts receivable. The allowance covered the trade accounts receivable over 12 months.

Normal credit terms of trade accounts receivable based on business segments are as follows:

ICT BUSINESS

Trade accounts receivable consists of two types of customers:

- Individual customers equal to 2% of total trade accounts receivable, provided with a credit term of 30 days
- Corporate customers and government agencies equal to 98% of total trade accounts receivable, provided with a credit term of 30 - 90 days

MEDIA AND ADVERTISING ON YELLOWPAGES BUSINESS

1. Full payment with a credit term of 30 days
2. For advertisers of YellowPages-BKK books shall pay as follows:
 - Full amount with a credit term of 30 days for advertisers with an amount less than Baht 35,000
 - Four installments within 120 days for advertisers with an amount equal or more than Baht 35,000

VOICE INFO SERVICES & MOBILE CONTENT BUSINESS

Normal credit term is 30 days.

LIQUIDITY

The liquidity of CSL remained in a healthy status. As at 31 December 2017, the Company's current ratio was 0.94 times, roughly equivalent to that in last year.

CSL had cash flow from operations for Y2017 of Baht 443 million, a decrease of Baht 18 million or 4% from the same period last year, which stood at Baht 461 million. This was due to the decline of YellowPages Business, Voice Info Services and the Mobile Content Business.

Furthermore, CSL had cash flow from investments for Y2017 of Baht 223 million, which mostly for normal CAPEX for ICT Business and an expanding in Internet Data Center Service and Broadband for Condominium Service.

As at 31 December 2017, CSL had cash of 330 million Baht in consolidated financial statements and 165 million Baht in the Separated financial statements, respectively.

ADDITIONAL INFORMATION FOR THE CONDITIONAL VOLUNTARY TENDER OFFER LETTER FOR ACQUISITION OF SHARE IN THE COMPANY FROM ADVANCED WIRELESS NETWORK CO., LTD. ("AWN")

On October 6, 2017, the Company has received a Conditional Voluntary Tender Offer letter for acquisition of shares in the Company from Advanced Wireless Network Co., Ltd. ("AWN", a subsidiary of Advanced Info Service Public Company Limited ("ADVANC"), for the acquisition of up to 100% of the issued and paid-up ordinary shares in the Company (amounting to 594,514,769 shares) at a price of Baht 7.80 per share.

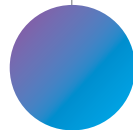
Moreover, On December 14, 2017, the Company has received the Application Form for Conditional Voluntary Tender Offer from AWN. This Tender Offer made in reference to the two separate Share Tender Agreements by the Tender Offeror and (1) DTV Services Company Limited ("DTV"), a subsidiary of Thaicom Public Company Limited ("THCOM"), which holds 42.07 percent of the total issued and paid-up ordinary shares of the Company entered on October 6, 2017 (2) Singapore Telecommunications Limited ("SingTel"), which incorporated in Singapore and holds 14.14 percent of the total issued and paid-up ordinary shares of the Company entered on October 24, 2017. AWN agrees to launch a Voluntary Tender Offer, to purchase all ordinary shares of the Company, and DTV and SingTel agrees to sell to AWN its entire stake of 250,099,990 and 84,057,030 ordinary shares in the Company, respectively under the Tender Offer procedure.

The Tender Offeror offers to purchase all of the securities of the Business. In this regard, the Tender Offeror intends to delist the securities of the Business from being the listed securities from the SET within the period of 12 months after the expiry of the Tender Offer Period. In such circumstance, the Tender Offeror will ensure that the delisting of the securities of the Business will be in compliance with the relevant regulations regarding the delisting. In addition, the delisting will be subjected to the approval from the shareholders meeting of the Business and the approval from the SET. After completion of the delisting, the status of the Business as a listed company on the SET shall be terminated; however, the Business will remain in operation and remain its status as a public company limited.

On January 23, 2018 the Company received the result of the Tender Offer of shares in the Company from AWN as the Tender Offeror. AWN acquired shares in the Company of 476,196,543 shares or 80.10 percent of the total issued and paid-up ordinary shares of the Company.



BOARD OF DIRECTORS' RESPONSIBILITY FOR FINANCIAL REPORTING



The Board of Directors is responsible for CS LoxInfo Public Company Limited's financial statements and CS LoxInfo Public Company Limited and its subsidiaries' consolidated financial statements, including the financial information presented in this annual report. The aforementioned financial statements are prepared in accordance with Thai Financial Reporting Standards, using careful judgment and the best estimations. Important information is adequately and transparently disclosed in the notes to financial statements to the Company's shareholders and investors.

The Board of Directors has provided and maintained a risk management system and appropriate and efficient internal controls to ensure that accounting records are accurate, reliable and adequate to protect its assets and uncover any weaknesses that may be presented in order to prevent fraud or materially irregular operations.

In this regard, the Board of Directors has appointed an Audit Committee to be responsible for reviewing the accounting policy and financial reports, internal controls, internal audit and risk management system. The Audit Committee has also reviewed a disclosure of related party transactions. All their comments on these issues have been included in the Audit Committee Report which is presented in this Annual Report.

The financial statements of the Company and the consolidated financial statements of Company and its subsidiaries have been examined by an external auditor, Mr. Chavala Tienpasertkij (CPA No. 4301) of Deloitte Touche Tohmatsu Jaiyos Audit Company Limited. To conduct the audits and express an opinion in accordance with generally accepted auditing standards, the auditor was provided with all of the Company's records and related data as requested. The auditor's opinion is presented in the auditor's report as part of this Annual Report.

The Board of Directors believes that the Company's overall internal control system is sufficiently effective to ensure the integrity and reliability of CS LoxInfo Public Company Limited's financial statements and CS LoxInfo Public Company Limited and its subsidiaries' consolidated financial statements for the year ended December 31, 2017. The Board of Directors also believes that all these financial statements have been prepared in accordance with Thai Financial Reporting Standards and related regulations.

**Mr. Wichian
Mektrakarn**

Chairman of
the Board of Directors

**Mr. Anant
Kaewruamvongs**

Chief Executive Officer and
Managing Director

REPORT OF THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

TO THE SHAREHOLDERS AND BOARD OF DIRECTORS CS LOXINFO PUBLIC COMPANY LIMITED

Opinion

We have audited the consolidated financial statements of CS Loxinfo Public Company Limited and its subsidiaries (the “Group”) and the separate financial statements of CS Loxinfo Public Company Limited (the “Company”), which comprise the consolidated and separate statements of financial position as at December 31, 2017, and the related consolidated and separate statements of profit or loss and other comprehensive income, changes in shareholders’ equity and cash flows for the year then ended, and the notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated and separate financial statements present fairly, in all material respects, the financial position of CS Loxinfo Public Company Limited and its subsidiaries and of CS Loxinfo Public Company Limited as at December 31, 2017, and its financial performance and its cash flows for the year then ended in accordance with Thai Financial Reporting Standards (“TFRSs”).

Basis for Opinion

We conducted our audit in accordance with Thai Standards on Auditing (“TSAs”). Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Consolidated and Separate Financial Statements section of our report. We are independent of the Group in accordance with the requirements of the Code of Ethics for Professional Accountants determined by the Federation of Accounting Professions that are relevant to the audit of the consolidated and separate financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

Without modifying our opinion, we draw attention to Note 2 to the financial statements that CS Loxinfo Public Company Limited and its subsidiaries have elected to change accounting policy relating to investments in subsidiaries in the separate financial statements from cost method to equity method for the financial statements for the periods beginning on or after January 1, 2017 onwards and the Company restated the separate statement of financial statements for the year ended December 31, 2016 and the separate statement of financial position as at January 1, 2016 which are presented as comparative information, to be in accordance with the revised Thai Financial Reporting Standards.

Key Audit Matters

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

Key Audit Matters	Key Audit Procedures
<p>Recognition of revenue from rendering of services</p> <p>The Group has many service agreements which have different terms and commencement date of services including pricing conditions. Therefore, the key audit matters are whether the revenue from rendering of services is occurred and has been recorded accurately in accordance with TFRSs.</p> <p>Accounting policy for revenue and details of segment information were disclosed in Note 3.15 and Note 19 to the financial statements, respectively.</p>	<p>Key audit procedures included:</p> <ul style="list-style-type: none"> • Understanding the revenue recognition process relating to revenue from rendering services and related internal control procedures • Performing the design and implementation testing over the internal control procedures relating to revenue from rendering services • Performing the operating effectiveness testing over the internal control procedures around revenue recognition process relating to revenue from rendering services including related information and technology system, and • Performing substantive testing as follows: <ul style="list-style-type: none"> - Review terms and condition of the service agreements and recalculate the revenues whether it have been recorded appropriately and examine the related supporting documents of the revenue from rendering services, and - Perform substantive analytical procedures relating to the revenue from rendering of services

Other Information

Management is responsible for the other information. The other information comprises information in the annual report, we have received such other information in the annual report that has been prepared for issuance before the date of this auditors' report.

Our opinion on the consolidated and separate financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

We have read other information in the annual report that has been prepared for issuance, we did not find any material inconsistency therein which we have to report.

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

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

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

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

Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated and separate 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 our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with TSAs 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 consolidated and separate financial statements.

As part of an audit in accordance with TSAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

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

We 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 we identify during our audit.

We also provide those charged with governance with a statement that we 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 our independence, and where applicable, related safeguards.

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



Chavala Tienpasertkij
Certified Public Accountant (Thailand)
Registration No. 4301

BANGKOK
January 29, 2018

DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.

CS LOXINFO PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF FINANCIAL POSITION
AS AT DECEMBER 31, 2017

UNIT : BAHT

		Consolidated financial statements		Separate financial statements		
	Notes	As at December 31, 2017	As at December 31, 2016	As at December 31, 2017	As at December 31, 2016 “Restated”	As at January 1, 2016 “Restated”
Assets						
Current assets						
Cash and cash equivalents	5	329,573,477	420,328,930	164,753,531	252,179,118	208,919,102
Trade receivables	6	328,567,976	357,133,394	268,067,873	241,569,735	283,575,625
Other receivables	7	113,030,665	121,176,009	97,330,045	87,177,308	60,624,651
Inventories	8	43,767,047	32,194,381	43,563,887	29,525,783	20,133,693
Current tax asset		7,265,434	9,897,793	-	-	-
Other current assets		789,344	3,102,985	588,772	1,367,037	539,157
Total current assets		822,993,943	943,833,492	574,304,108	611,818,981	573,792,228
Non-current assets						
Investments in subsidiaries	9	-	-	208,124,278	192,471,315	191,741,155
Property, plant and equipment	10	872,870,673	812,276,818	865,154,249	791,278,670	771,993,990
Other intangible assets	11	68,157,894	59,986,876	60,920,834	50,791,032	55,473,476
Deferred tax assets	12	51,682,797	58,573,771	32,484,892	33,365,360	33,648,162
Other non-current assets		23,575,026	23,674,859	16,404,393	15,457,150	15,325,548
Total non-current assets		1,016,286,390	954,512,324	1,183,088,646	1,083,363,527	1,068,182,331
Total assets		1,839,280,333	1,898,345,816	1,757,392,754	1,695,182,508	1,641,974,559

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

CS LOXINFO PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF FINANCIAL POSITION (CONTINUED)
AS AT DECEMBER 31, 2017

UNIT : BAHT

		Consolidated		Separate		
		financial statements		financial statements		
		As at	As at	As at	As at	As at
	Notes	December 31,	December 31,	December 31,	December 31,	January 1,
		2017	2016	2017	2016	2016
					“Restated”	“Restated”
Liabilities and shareholders’ equity						
Current liabilities						
Short-term borrowing						
from financial institution	13	250,000,000	230,000,000	250,000,000	230,000,000	190,000,000
Trade payables	14	260,795,829	283,854,958	246,073,747	257,715,901	255,661,440
Other payables	15	151,004,825	148,403,542	129,053,708	112,654,584	120,169,313
Unearned income and						
advance receipts		121,548,710	171,207,052	103,499,876	85,623,284	72,219,283
Current portion of long-term						
borrowing from financial						
institution	13	60,000,000	60,000,000	60,000,000	60,000,000	60,000,000
Current portion of finance						
lease liabilities	13	548,096	879,952	548,096	765,635	8,064,163
Income tax payable		6,584,892	7,051,439	6,548,391	7,000,498	1,852,012
Other current liabilities		20,508,070	15,134,376	12,953,151	11,955,938	13,543,026
Total current liabilities		870,990,422	916,531,319	808,676,969	765,715,840	721,509,237
Non-current liabilities						
Long-term borrowing						
from financial institution	13	-	60,000,000	-	60,000,000	120,000,000
Finance lease liabilities	13	1,798,705	3,928,603	1,798,705	3,928,603	4,674,445
Provision for employee benefit	16	154,983,408	186,592,548	136,301,286	136,753,934	122,810,167
Other non-current liabilities		19,449,431	18,269,113	18,557,427	15,759,898	16,164,827
Total non-current liabilities		176,231,544	268,790,264	156,657,418	216,442,435	263,649,439
Total liabilities		1,047,221,966	1,185,321,583	965,334,387	982,158,275	985,158,676

CS LOXINFO PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF FINANCIAL POSITION (CONTINUED)
AS AT DECEMBER 31, 2017

UNIT : BAHT

UNIT: BAHT						
Consolidated financial statements			Separate financial statements			
	As at December 31, 2017	As at December 31, 2016	As at December 31, 2017	As at December 31, 2016 “Restated”	As at January 1, 2016 “Restated”	
Notes						
Liabilities and shareholders’ equity						
(Continued)						
Shareholders’ equity						
Share capital	17					
Authorised share capital						
594,514,769 ordinary shares						
of Baht 0.25 each		148,628,692	148,628,692	148,628,692	148,628,692	
Issued and paid-up share capital						
594,514,769 ordinary shares						
of Baht 0.25 each, fully paid		148,628,692	148,628,692	148,628,692	148,628,692	
Share premium						
Share premium on ordinary shares	17	321,205,395	321,205,395	321,205,395	321,205,395	
Retained earnings						
Appropriated						
Legal reserve	18	14,862,869	14,862,869	14,862,869	14,862,869	
Unappropriated		307,361,411	228,327,277	307,361,411	172,118,927	
Total shareholders’ equity		792,058,367	713,024,233	792,058,367	656,815,883	
Total liabilities and shareholders’ equity		1,839,280,333	1,898,345,816	1,757,392,754	1,641,974,559	

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

CS LOXINFO PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED DECEMBER 31, 2017

UNIT : BAHT

		Consolidated financial statements For the years ended December 31,		Separate financial statements For the years ended December 31,	
	Notes	2017	2016	2017	2016 "Restated"
Revenues					
Revenue from sales of goods and rendering of services		2,797,767,913	2,890,079,044	2,380,162,126	2,286,861,180
Investment income	20	2,453,427	2,906,635	1,085,600	1,328,742
Other income	21	23,067,634	24,876,710	7,010,581	19,085,178
Total revenues		2,823,288,974	2,917,862,389	2,388,258,307	2,307,275,100
Expenses					
Cost of sales of goods and rendering of services		1,739,315,331	1,796,166,236	1,480,209,058	1,425,123,108
Selling expenses		117,566,940	121,728,832	106,289,219	109,646,625
Administrative expenses		512,494,089	569,477,092	396,500,191	388,706,840
Key management benefit expenses	4	43,045,000	26,949,395	43,045,000	26,949,395
Finance costs	24	14,380,642	17,808,320	13,301,516	15,628,426
Total expenses		2,426,802,002	2,532,129,875	2,039,344,984	1,966,054,394
Share of profit of investments in subsidiaries		-	-	35,795,503	33,759,163
Profit before income tax expense		396,486,972	385,732,514	384,708,826	374,979,869
Income tax expense	25	71,212,501	79,827,741	59,434,355	69,075,096
Profit for the years		325,274,471	305,904,773	325,274,471	305,904,773
Other comprehensive income					
Components of other comprehensive income that will be not reclassified to profit or loss					
Gains on remeasurements of defined benefit plans	16	19,182,801	-	15,569,424	-
Share of other comprehensive income of subsidiaries		-	-	2,890,702	-
Income tax relating to components of other comprehensive income that will not be reclassified to profit or loss	25	(3,836,560)	-	(3,113,885)	-
Total components of other comprehensive income that will not be reclassified to profit or loss		15,346,241	-	15,346,241	-
Other comprehensive income for the years - net of income tax expense		15,346,241	-	15,346,241	-
Total comprehensive income for the years		340,620,712	305,904,773	340,620,712	305,904,773
Earnings per share (Baht)					
Basic earnings per share	27	0.55	0.51	0.55	0.51

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

CS LOXINFO PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2017

	UNIT : BAHT	Consolidated financial statements				
		Note	Issued and paid-up share capital	Share premium on ordinary shares	Retained earnings	
					Legal reserve	Total shareholders' equity
For the year ended December 31, 2016						
Balance as at January 1, 2016			148,628,692	321,205,395	14,862,869	656,815,883
Transactions with owners, recorded directly in equity						
Dividends to owners of the Company		28	-	-	-	(249,696,423)
Total transactions with owners, recorded directly in equity			-	-	-	(249,696,423)
Comprehensive income for the year						
Profit for the year			-	-	-	305,904,773
Total comprehensive income for the year			-	-	-	305,904,773
Balance as at December 31, 2016			148,628,692	321,205,395	14,862,869	713,024,233

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

CS LOXINFO PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2017

	UNIT : BAHT	Consolidated financial statements				
		Note	Issued and paid-up share capital	Share premium on ordinary shares	Retained earnings	
					Legal reserve	Total shareholders' equity
For the year ended December 31, 2017						
Balance as at January 1, 2017			148,628,692	321,205,395	14,862,869	713,024,233
Transactions with owners, recorded directly in equity						
Dividends to owners of the Company		28	-	-	-	(261,586,578)
Total transactions with owners, recorded directly in equity			-	-	-	(261,586,578)
Comprehensive income for the year						
Profit for the year			-	-	-	325,274,471
Other comprehensive income for the year			-	-	-	15,346,241
Total comprehensive income for the year			-	-	-	340,620,712
Balance as at December 31, 2017			148,628,692	321,205,395	14,862,869	792,058,367

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

CS LOXINFO PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2017

	Separate financial statements					UNIT : BAHT
		Issued and paid-up share capital	Share premium on ordinary shares	Retained earnings		Total shareholders' equity
	Notes			Legal reserve	Unappropriated	
For the year ended December 31, 2016						
Balance as at January 1, 2016 - as previously reported		148,628,692	321,205,395	14,862,869	135,941,769	620,638,725
Impacts from change in the accounting policy	2.5	-	-		36,177,158	36,177,158
Balance as at January 1, 2016 - as restated		148,628,692	321,205,395	14,862,869	172,118,927	656,815,883
Transactions with owners, recorded directly in equity						
Dividends to owners of the Company	28	-	-	-	(249,696,423)	(249,696,423)
Total transactions with owners, recorded directly in equity		-	-	-	(249,696,423)	(249,696,423)
Comprehensive income for the year						
Profit for the year		-	-	-	305,904,773	305,904,773
Total comprehensive income for the year		-	-	-	305,904,773	305,904,773
Balance as at December 31, 2016		148,628,692	321,205,395	14,862,869	228,327,277	713,024,233

UNIT : BAHT

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

CS LOXINFO PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2017

	Notes	Separate financial statements					Total shareholders' equity
		Issued and paid-up share capital	Share premium on ordinary shares	Retained earnings			
				Legal reserve	Unappropriated		
For the year ended December 31, 2017							
Balance as at January 1, 2017 - as previously reported		148,628,692	321,205,395	14,862,869	191,419,959		676,116,915
Impacts from change in the accounting policy	2.5	-	-		36,907,318		36,907,318
Balance as at January 1, 2017 - as restated		148,628,692	321,205,395	14,862,869	228,327,277		713,024,233
Transactions with owners, recorded directly in equity							
Dividends to owners of the Company	28	-	-	-	(261,586,578)		(261,586,578)
Total transactions with owners, recorded directly in equity		-	-	-	(261,586,578)		(261,586,578)
Comprehensive income for the year							
Profit for the year		-	-	-	325,274,471		325,274,471
Other comprehensive income for the year		-	-	-	15,346,241		15,346,241
Total comprehensive income for the year		-	-	-	340,620,712		340,620,712
Balance as at December 31, 2017		148,628,692	321,205,395	14,862,869	307,361,411		792,058,367

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

CS LOXINFO PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2017

UNIT : BAHT

		Consolidated financial statements For the years ended December 31,		Separate financial statements For the years ended December 31,	
	Notes	2017	2016	2017	2016 "Restated"
Cash flows from operating activities					
Profit for the years		325,274,471	305,904,773	325,274,471	305,904,773
Adjustments for					
Depreciation	10	146,112,701	146,304,016	133,403,947	127,278,358
Amortisation of other intangible assets	11	16,052,991	17,222,285	12,813,475	11,610,784
Investment income	20	(2,453,427)	(2,906,635)	(1,085,600)	(1,328,742)
Finance costs	24	14,380,642	17,808,320	13,301,516	15,628,426
Unrealized gain on exchange		(12,346)	(39,307)	(12,345)	(39,307)
Doubtful debts expense	6	20,146,785	17,254,901	3,314,427	2,627,217
Reversal of value of inventories	8	(10,236)	(54,157)	-	-
Gain on disposal of property, plant and equipment		(1,641,890)	(12,477,475)	(691,996)	(12,122,533)
Loss on disposal of other intangible assets		1,408,856	513,164	950,001	-
Share of profit of investment in subsidiaries		-	-	(35,795,503)	(33,759,163)
Employee benefit expense	22	22,100,055	23,223,040	10,964,141	10,407,508
Income tax expense	25	71,212,502	79,827,741	59,434,355	69,075,096
		612,571,104	592,580,666	521,870,889	495,282,417
Changes in operating assets and liabilities					
Trade receivables		8,432,633	34,675,224	(29,798,566)	39,390,904
Other receivables		7,067,380	(27,927,842)	(10,152,737)	(35,553,568)
Inventories		(11,562,430)	(10,408,203)	(14,038,104)	(9,392,090)
Other current assets		2,316,837	(763,697)	778,263	(827,880)
Other non-current assets		99,833	(65,184)	(947,243)	(131,602)
Trade payables		(23,054,475)	(1,668,629)	(11,637,500)	2,082,422
Other payables		(4,537,364)	(9,653,131)	8,764,103	460,717
Unearned income and advance receipts		(49,658,343)	(15,371,750)	17,876,592	13,404,001
Other current liabilities		5,373,395	78,507	997,213	(1,587,088)
Other non-current liabilities		1,180,318	(1,364,931)	2,797,531	(404,929)
Cash generated from operating activities		548,228,888	560,111,030	486,510,441	502,723,304
Employee benefit paid	16	(40,374,972)	(32,207,342)	(620,400)	(755,590)
Refundable withholding tax		10,899,623	20,587,270	-	8,992,625
Income tax paid		(75,813,935)	(87,318,236)	(62,119,879)	(63,635,521)
Net cash provided by operating activities		442,939,604	461,172,722	423,770,162	447,324,818

CS LOXINFO PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CASH FLOWS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2017

UNIT : BAHT

		Consolidated financial statements For the years ended December 31,		Separate financial statements For the years ended December 31,	
	Notes	2017	2016	2017	2016 "Restated"
Cash flows from investing activities					
Interest received	20	2,453,427	2,906,635	1,085,600	1,328,742
Dividend received		-	-	23,032,943	33,028,573
Cash paid for purchase of property, plant and equipment		(202,833,435)	(158,989,865)	(202,018,909)	(157,187,996)
Proceed from sales of property, plant and equipment		2,473,822	14,081,372	632,807	13,316,452
Cash paid for purchase other intangible assets		(24,972,286)	(8,970,652)	(23,232,700)	(6,025,227)
Proceed from sale of other intangible assets		87,045	2,175	87,045	2,175
Cash paid for investing in a subsidiary - net		(3,196)	-	-	-
Net cash used in investing activities		(222,794,623)	(150,970,335)	(200,413,214)	(115,537,281)
Cash flows from financing activities					
Interest paid		(8,333,422)	(10,335,058)	(8,333,422)	(10,335,058)
Dividends paid	28	(261,586,578)	(249,696,423)	(261,586,578)	(249,696,423)
Finance lease payments		(980,434)	(9,302,011)	(862,535)	(8,495,585)
Proceeds from borrowings		480,000,000	640,000,000	480,000,000	640,000,000
Repayments of borrowings		(520,000,000)	(660,000,000)	(520,000,000)	(660,000,000)
Net cash used in financing activities		(310,900,434)	(289,333,492)	(310,782,535)	(288,527,066)
Net increase (decreased) in cash and cash equivalents		(90,755,453)	20,868,895	(87,425,587)	43,260,471
Cash and cash equivalents as at January 1,		420,328,930	399,460,490	252,179,118	208,919,102
Effect of exchange rate changes on balances held in foreign currencies		-	(455)	-	(455)
Cash and cash equivalents as at December 31,	5	329,573,477	420,328,930	164,753,531	252,179,118
Non-cash transactions					
Acquisitions of equipment through credit		18,349,126	11,209,340	18,349,126	10,712,967
Acquisitions of other intangible assets through credit		749,000	29,660	749,000	29,660

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

CS Loxinfo Public Company Limited and its Subsidiaries
Notes to the financial statements
For the year ended December 31, 2017

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CS Loxinfo Public Company Limited and its Subsidiaries
Notes to the financial statements
For the year ended December 31, 2017

1. GENERAL INFORMATION

CS Loxinfo Public Company Limited, the (“Company”), is incorporated in Thailand and has its registered office at 414 Phaholyothin Road, Samsen Nai, Phayathai, Bangkok 10400.

The Company was listed on the Stock Exchange of Thailand in April 2004.

The Company’s major shareholders during the financial year were DTV Service Co., Ltd., a subsidiary of Thaicom Public Company Limited, incorporated in Thailand, 42.07% shareholding and Singapore Telecommunications Limited, incorporated in Singapore, 14.14% shareholding.

The principal activities of the Company are the provision of internet data centre services, internet and satellite uplink-downlink services for domestic and international communications and distribute internet equipment. The principal activities of the Company and its subsidiaries (“the Group”) also include printing and publishing of telephone directories businesses and providing mobile contents.

Details of the Company’s subsidiaries as at December 31, are as follows:

Name of companies	Type of business	Country of incorporation	Ownership interest (%)		
			2017	2016	
Subsidiaries					
Teleinfo Media Public Company Limited	Publishing telephone directories and advertising	Thailand	99.99	99.99	
AD Venture Public Company Limited	Providing mobile contents	Thailand	99.99	99.99	
Indirect subsidiary					
Yellow Pages Commerce Company Limited	Online advertising business	Thailand	99.94	-	

The National Broadcasting and Telecommunications Commission (“NBTC”) has current responsibility for granting licenses to provide internet access services in Thailand. The Company operates the business to provide internet and telecommunication services under licenses granted by NBTC as follows:

Types of license	Issue date	Periods	Total revenues used in calculation of fee payable to NBTC	
			2017	2016
			(thousand Baht)	
Internet Operation License Type I	September 8, 2014	5 years	752,533	720,535
Telecom Operation License Type I	October 11, 2014	5 years	7,555	6,906
Internet Operation License Type II	April 26, 2017	5 years	2,735	143,601
Telecom Operation License Type III	December 20, 2007	15 years	-	27,267

For the period from January 1, 2017 to May 29, 2017 and for the year ended December 31, 2016, the fees payable to NBTC consist of the annual license fees and the USO fees. The Notification of the NBTC dated May 29, 2012 “The Criteria and Procedures for the Payment of the Universal Service Obligation (USO)” prescribes that the authorized licensee shall pay for the USO fees at a rate of 3.75% per annum of the net income (total telecommunications business and internet service revenues after deduction of expenses as specified by the NBTC). The Notification becomes effective from May 30, 2012 to May 29, 2017.

For the period from May 30, 2017 to December 31, 2017, the fees payable to NBTC consist of the annual license fees and the USO fees. The Notification of the NBTC dated May 26, 2017 “The Criteria and Procedures for the Payment of the Universal Service Obligation (USO)” prescribes that the authorized licensee shall pay for the USO fees at a rate of 2.50% per annum of the net income (total telecommunications business and internet service revenues after deduction of expenses as specified by the NBTC). The Notification becomes effective on May 30, 2017 onwards.

According to the conditions specified by NBTC, provided that the authorized licensee is not in significant violation of the conditions specified in the license, NBTC will consider renewing the license as normal procedure.

On October 6, 2017, the Company has received a Conditional Voluntary Tender Offer letter for acquisition of shares in the Company (“VTO”) from Advanced Wireless Network Co., Ltd. (“AWN” or “Tender Offeror”), a subsidiary of Advanced Info Service Public Company Limited (“ADVANC”), for the acquisition of up to 100% of the issued and paid-up ordinary shares in the Company (amounting to 594,514,769 shares) at a price of Baht 7.80 per share, under the condition that AWN shall obtain more than 50% shareholding in the Company, and AWN shall cancel the VTO if, upon the expiry of the VTO period, 50% or less of the total number of issued and paid-up ordinary shares in the Company have been tendered.

On December 14, 2017, the Company has received the Application Form for Conditional Voluntary Tender Offer from AWN. This Tender Offer made in reference to the two separate Share Tender Agreements by AWN and (1) DTV Services Company Limited (“DTV”), a subsidiary of Thaicom Public Company Limited (“THCOM”), which holds 42.07 percent of the total issued and paid-up ordinary shares of the Company entered on October 6, 2017 (2) Singapore Telecommunications Limited (“SingTel”), which incorporated in Singapore and holds 14.14 percent of the total issued and paid-up ordinary shares of the Company entered on October 24, 2017, AWN agrees to launch a Voluntary Tender Offer, in accordance with the Notification of the Capital Market Supervisory Board No. TorChor. 12/2554 Re: Rules, Condition and Procedures for the Acquisition of Securities for Business Takeovers (As amended) entered on May 13, 2011 to purchase all ordinary shares of the Company, where AWN aims to acquire more than 50% of the total number of issued and paid-up ordinary shares of the Company, and DTV and SingTel agrees to sell to AWN its entire stake of 250,099,990 and 84,057,030 ordinary shares in the Company, respectively under the Tender Offer procedure. The offer period of such Tender Offer is total of 25 business days, or from December 15, 2017 to January 22, 2018.

The Tender Offeror offers to purchase all of the securities of the Business. In this regard, the Tender Offeror intends to delist the securities of the Business from being the listed securities from the SET within the period of 12 months after the expiry of the Tender Offer Period. In such circumstance, the Tender Offeror will ensure that the delisting of the securities of the Business will be in compliance with the relevant regulations regarding the delisting. In addition, the delisting will be subjected to the approval from the shareholders meeting of the Business and the approval from the SET. After completion of the delisting, the status of the Business as a listed company on the SET shall be terminated; however, the Business will remain in operation and remain its status as a public company limited.

On January 23, 2018 the Company received the result of the Tender Offer of shares in the Company from AWN as the Tender Offeror. AWN acquired shares in the Company of 476,196,543 shares or 80.10 percent of the total issued and paid-up ordinary shares of the Company.

The Company and its subsidiaries have extensive transactions and relationships with the related companies. Accordingly, the financial statements may not necessarily be indicative of the conditions that would have existed or the results of operations that would have occurred had the Company and subsidiaries operated without such affiliation.

2. BASIS FOR PREPARATION OF THE FINANCIAL STATEMENTS

2.1 *Statement of compliance*

- (1) The Group's financial statements have been prepared in accordance with the Thai Accounting Standard (TAS) No. 1 (Revised 2016) "Presentation of Financial Statements", and the Regulation of The Stock Exchange of Thailand (SET) dated January 22, 2001, regarding the preparation and submission of financial statements and reports for the financial position and financial performance of the listed companies B.E. 2544. The format of presentation of the financial statements is not significantly different from the Notification of the Department of Business Development regarding "The Brief Particulars in the Financial Statement (No. 2) B.E. 2559" dated October 11, 2016.
- (2) The Group maintains its accounting records in Thai Baht and prepares its statutory financial statements in the Thai language in conformity with Thai Financial Reporting Standards and accounting practices generally accepted in Thailand.

(3) Thai Financial Reporting Standards affecting the presentation and/or disclosure in the current year financial statements

The Federation of Accounting Professions (“FAP”) has issued the Notifications regarding Thai Financial Reporting Standards (“TFRSs”) which are effective for the financial statements for the periods beginning on or after January 1, 2017 onwards, as follows:

Thai Accounting Standards (“TAS”)

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

Thai Financial Reporting Standards (“TFRS”)

TFRS 2 (Revised 2016)	Share-based Payment
TFRS 3 (Revised 2016)	Business Combinations
TFRS 4 (Revised 2016)	Insurance Contracts
TFRS 5 (Revised 2016)	Non-current Assets Held for Sale and Discontinued Operations
TFRS 6 (Revised 2016)	Exploration for and Evaluation of Mineral Resources
TFRS 8 (Revised 2016)	Operating Segments
TFRS 10 (Revised 2016)	Consolidated Financial Statements
TFRS 11 (Revised 2016)	Joint Arrangements
TFRS 12 (Revised 2016)	Disclosure of Interests in Other Entities
TFRS 13 (Revised 2016)	Fair Value Measurement

Thai Accounting Standards Interpretations (“TSIC”)

TSIC 10 (Revised 2016)	Government Assistance - No Specific Relation to Operating Activities
TSIC 15 (Revised 2016)	Operating Leases - Incentives
TSIC 25 (Revised 2016)	Income Taxes - Changes in the Tax Status of an Entity or its Shareholders
TSIC 27 (Revised 2016)	Evaluating the Substance of Transactions Involving the Legal of a Lease
TSIC 29 (Revised 2016)	Form Service Concession Arrangements : Disclosures
TSIC 31 (Revised 2016)	Revenue - Barter Transactions Involving Advertising Services
TSIC 32 (Revised 2016)	Intangible Assets - Web Site Costs

Thai Financial Reporting Standard Interpretations (“TFRIC”)

TFRIC 1 (Revised 2016)	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRIC 4 (Revised 2016)	Determining whether an Arrangement contains a Lease
TFRIC 5 (Revised 2016)	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
TFRIC 7 (Revised 2016)	Applying the Restatement Approach under TAS 29 (Revised 2016) Financial Reporting in Hyperinflationary Economies
TFRIC 10 (Revised 2016)	Interim Financial Reporting and Impairment
TFRIC 12 (Revised 2016)	Service Concession Arrangements
TFRIC 13 (Revised 2016)	Customer Loyalty Programmes
TFRIC 14 (Revised 2016)	TAS 19 (Revised 2016) - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
TFRIC 15 (Revised 2016)	Agreements for the Construction of Real Estate
TFRIC 17 (Revised 2016)	Distributions of Non-cash Assets to Owners
TFRIC 18 (Revised 2016)	Transfers of Assets from Customers
TFRIC 20 (Revised 2016)	Stripping Costs in the Production Phase of a Surface Mine
TFRIC 21 (Revised 2016)	Levies

Guideline on Accounting

Guideline on Accounting for derecognition of financial assets and financial liabilities

During the year, the Group has adopted the revised and new financial reporting standards issued by the Federation of Accounting Professions which become effective for fiscal years beginning on or after January 1, 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 Group financial statements, except the following financial reporting standard:

Thai Accounting Standard No. 27 (Revised 2016) “Separate Financial Statements”

This revised accounting standard allows entities to use the equity method to account for investments in subsidiaries, joint ventures and associates in separate financial statements by retrospective method. The Company has changed from cost method to use equity method in separate financial statements for current period. Therefore, the Company has retrospectively changed in order to comply with this revised accounting standard as described in Note 2.5.

- (4) Thai Financial Reporting Standards announced in the Royal Gazette but not yet effective

The Federation of Accounting Professions has issued the Notifications regarding Thai Financial Reporting Standards (TFRSs), which are effective for the financial statements for the periods beginning on or after January 1, 2018 onwards, as follows:

Thai Accounting Standards (“TAS”)

TAS 1 (Revised 2017)	Presentation of Financial Statements
TAS 2 (Revised 2017)	Inventories
TAS 7 (Revised 2017)	Statement of Cash Flows
TAS 8 (Revised 2017)	Accounting Policies, Changes in Accounting Estimates and Errors
TAS 10 (Revised 2017)	Events after the Reporting Period
TAS 11 (Revised 2017)	Construction Contracts
TAS 12 (Revised 2017)	Income taxes
TAS 16 (Revised 2017)	Property, Plant and Equipment
TAS 17 (Revised 2017)	Leases
TAS 18 (Revised 2017)	Revenue
TAS 19 (Revised 2017)	Employee Benefits
TAS 20 (Revised 2017)	Accounting for Government Grants and Disclosure of Government Assistance
TAS 21 (Revised 2017)	The Effects of Changes in Foreign Exchange Rates
TAS 23 (Revised 2017)	Borrowing Costs
TAS 24 (Revised 2017)	Related Party Disclosures
TAS 26 (Revised 2017)	Accounting and Reporting by Retirement Benefit Plans
TAS 27 (Revised 2017)	Separate Financial Statements
TAS 28 (Revised 2017)	Investments in Associates and Joint Ventures
TAS 29 (Revised 2017)	Financial Reporting in Hyperinflationary Economies
TAS 33 (Revised 2017)	Earnings Per Share
TAS 34 (Revised 2017)	Interim Financial Reporting
TAS 36 (Revised 2017)	Impairment of Assets
TAS 37 (Revised 2017)	Provisions, Contingent Liabilities and Contingent Assets
TAS 38 (Revised 2017)	Intangible Assets
TAS 40 (Revised 2017)	Investment Property
TAS 41 (Revised 2017)	Agriculture

Thai Financial Reporting Standards (“TFRS”)

TFRS 2 (Revised 2017)	Share-based Payment
TFRS 3 (Revised 2017)	Business Combinations
TFRS 4 (Revised 2017)	Insurance Contracts
TFRS 5 (Revised 2017)	Non-current Assets Held for Sale and Discontinued Operations
TFRS 6 (Revised 2017)	Exploration for and Evaluation of Mineral Resources
TFRS 8 (Revised 2017)	Operating Segments
TFRS 10 (Revised 2017)	Consolidated Financial Statements
TFRS 11 (Revised 2017)	Joint Arrangements
TFRS 12 (Revised 2017)	Disclosure of Interests in Other Entities
TFRS 13 (Revised 2017)	Fair Value Measurement

Thai Accounting Standard Interpretations (“TSIC”)

TSIC 10 (Revised 2017)	Government Assistance - No Specific Relation to Operating Activities
TSIC 15 (Revised 2017)	Operating Leases - Incentives
TSIC 25 (Revised 2017)	Income Taxes - Changes in the Tax Status of and Enterprise or its Shareholders
TSIC 27 (Revised 2017)	Evaluating the Substance of Transactions in the Legal Form of a Lease
TSIC 29 (Revised 2017)	Service Concession Arrangements: Disclosures
TSIC 31 (Revised 2017)	Revenue - Barter Transactions Involving Advertising Services
TSIC 32 (Revised 2017)	Intangible Assets - Web Site Costs

Thai Financial Reporting Standard Interpretations (“TFRIC”)

TFRIC 1 (Revised 2017)	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRIC 4 (Revised 2017)	Determining whether an Arrangement contains a Lease
TFRIC 5 (Revised 2017)	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
TFRIC 7 (Revised 2017)	Applying the Restatement Approach under TAS 29 (Revised 2017) Financial Reporting in Hyperinflationary Economies
TFRIC 10 (Revised 2017)	Interim Financial Reporting and Impairment
TFRIC 12 (Revised 2017)	Service Concession Arrangements
TFRIC 13 (Revised 2017)	Customer Loyalty Programmes
TFRIC 14 (Revised 2017)	TAS 19 (Revised 2017) Employee Benefits - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
TFRIC 15 (Revised 2017)	Agreements for the Construction of Real Estate
TFRIC 17 (Revised 2017)	Distributions of Non - cash Assets to Owners
TFRIC 18 (Revised 2017)	Transfers of Assets from Customers
TFRIC 20 (Revised 2017)	Stripping Costs in the Production Phase of a Surface Mine
TFRIC 21 (Revised 2017)	Levies

The Group has made a preliminary assessment of the potential initial impact on the consolidated and separate financial statements of these new and revised TFRS and expects that there will be no material impact on the financial statements in the period of initial application.

2.2 Basis of measurement

The financial statements have been prepared under the measurement basis of historical cost except where otherwise stated.

2.3 Functional and presentation currency

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

2.4 Judgements and estimates

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

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized prospectively.

Information about significant areas of estimation uncertainties that have a significant risk of resulting in a material adjustments to the amounts recognised in the financial statements is described in the following notes:

Note 3.18	Current and deferred taxation
Note 6	Allowance for doubtful accounts
Note 8	Allowance for decline in value of inventories
Note 9 and Note 11	Key assumptions used in discounted cash flow projections
Note 10	Utilisation of plant and equipment
Note 11	Utilisation of other intangible assets
Note 12	Utilisation of tax losses
Note 16	Measurement of provision for employee benefit
Note 29	Valuation measurement of financial instruments
Note 31	Contingent liabilities

Measurement of fair values

When measuring the fair value of an asset or a liability, the Group uses market observable data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or liability might be categorised in different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

Further information about the assumptions made in measuring fair values is included in Note 29.

2.5 Adoption of new and revised Thai Financial Reporting Standards

Since January 1, 2017, the Group and the Company have adopted the new and revised Thai Financial Reporting Standards (“TFRSs”) issued by the Federation of Accounting Professions, which are effective for the financial statements for the accounting periods beginning on or after January 1, 2017 onwards, in preparation of the consolidated and separate financial statements. Such TFRSs have no significant impact on the Group’s and the Company’s financial statements except for the following TFRS.

TAS 27 (Revised 2016) “Separate Financial Statements”

Since January 1, 2017, the Group and the Company have adopted TAS 27 (Revised 2016) “Separate Financial Statements” by changing accounting policy relating to investment in subsidiaries in the separate financial statements from cost method to equity method.

The separate statement for the year ended December 31, 2016 and the separate statement of financial position as at January 1, 2016 presented as comparative information have been restated in accordance with the relevant transitional provisions set out in TFRSs. Impacts from change in the accounting policy on the separate financial statements are summarized as follows:

The separate statement of financial position as at December 31, 2016 and January 1, 2016

	As at December 31, 2016			As at January 1, 2016		
	Balance as at December 31, 2016 as previously reported	Increase (decrease) from change in accounting policy	Balance as at December 31, 2016 as restated	Balance as at January 1, 2016 as previously reported	Increase (decrease) from change in accounting policy	Balance as at January 1, 2016 as restated
Investments in subsidiaries	155,564	36,907	192,471	155,564	36,177	191,741
Retained earnings						
Unappropriated	191,420	36,907	228,327	135,942	36,177	172,119

The separate statement of profit or loss and other comprehensive income for the year ended December 31, 2016

	Unit: Thousand Baht		
	For the year ended December 31, 2016 as previously reported	For the year ended December 31, 2016 Increase (decrease) from change in accounting policy	For the year ended December 31, 2016 as restated
Investment income	34,358	(33,029)	1,329
Total revenues	2,340,304	(33,029)	2,307,275
Share of profit of investments in subsidiaries	-	33,759	33,759
Profit before income tax expense	374,249	731	374,980
Profit for the years	305,174	731	305,905
Total comprehensive income for the period			
- net of income tax expense	305,174	731	305,905
Basic earnings per share (Baht)	0.51	-	0.51

The separate statement of cash flows for the year ended December 31, 2016

	Unit: Thousand Baht		
	For the year ended December 31, 2016 as previously reported	For the year ended December 31, 2016 Increase (decrease) from change in accounting policy	For the year ended December 31, 2016 as restated
Cash flows from operating activities			
Profit for the years	305,174	731	305,905
Adjustments:			
Share of profit of investments in subsidiaries	-	(33,759)	(33,759)
Investment income	(34,358)	33,029	(1,329)

3. SIGNIFICANT ACCOUNTING POLICIES

The consolidated and separate financial statements are prepared in English version from the consolidated and separate financial statements followed the laws which is in Thai. In the event of any conflict or be interpreted in two different languages, the Thai version consolidated and separate financial statements are superseded.

The accounting policies set out below have been applied consistently to all periods presented in the financial statements.

3.1 *Basis of consolidation*

The consolidated financial statements relate to the Company and its subsidiaries.

Business combinations

The Group applies the acquisition method for all business combinations when control is transferred to the Group other than those with entities under common control.

Control is the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, the Group takes into consideration potential voting rights that currently are exercisable. The acquisition date is the date on which control is transferred to the acquirer. Judgement is applied in determining the acquisition date and determining whether control is transferred from one party to another.

The Group measures goodwill at the acquisition date as:

- the fair value of the consideration transferred; plus
- the recognised amount of any non-controlling interest in the acquiree; plus
- if the business combination is achieved in stages, the fair value of the existing equity interest in the acquiree; less
- the net recognised amount (generally fair value) of the identifiable assets acquired and liabilities assumed.

When the above result is negative, a bargain purchase gain is recognised immediately in the statement of profit or loss and other comprehensive.

The consideration transferred does not include amounts related to the settlement of pre-existing relationships. Such amounts are generally recognised in statement of profit or loss and other comprehensive.

Costs related to the acquisition, other than those associated with the issue of debt or equity securities, that the Group incurs in connection with a business combination are expensed as incurred.

Any contingent consideration payable is recognised at fair value at the acquisition date. If the contingent consideration is classified as equity, it is not remeasured and settlement is accounted for within equity. Otherwise, subsequent changes to the fair value of the contingent consideration are recognised in the statement of profit or loss and other comprehensive income.

Acquisitions from entities under common control

Business combinations of entities or businesses under common control are accounted for using a method similar to the pooling of interest method and in accordance with the Guideline issued in 2009 by the FAP.

Subsidiaries

Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

Loss of control

When the Group loses control over a subsidiary, it derecognises the assets and liabilities of the subsidiary, and any related non-controlling interests and other components of equity. Any resulting gain or loss is recognised in statement of profit or loss and other comprehensive income. Any interest retained in the former subsidiary is measured at fair value when control is lost.

Transactions eliminated on consolidation

Intra-group balances and transactions, and any unrealised income or expenses arising from intra-group transactions, are eliminated in the preparation of the consolidated financial statements.

3.2 Foreign currencies

Foreign currency transactions

Transactions in foreign currencies are translated to the respective functional currencies of Group entities at exchange rates at the dates of the transactions.

Monetary assets and liabilities denominated in foreign currencies are translated to the functional currency at the exchange rate at the reporting date.

Foreign exchange differences arising on translation are recognized in the statement of profit or loss and other comprehensive income.

3.3 Derivative financial instruments

The Group uses financial instruments to manage exposure to fluctuations in foreign exchange rate. These instruments, which mainly comprise forward foreign currency contracts, are recorded in the financial statements on the contract date. The purpose of these instruments is to manage risk.

Forward foreign exchange contracts protect the Group from fluctuations in exchange rates by establishing the rate at which a foreign currency asset or liability will be settled. Forward contracts are recorded as forward contracts receivable and payable on inception, and are translated at the year ended exchange rate. Unrealised gains or losses on transactions are recognised in statement of profit or loss and other comprehensive income. Premiums or discounts are amortised on a straight-line basis over the contract period.

3.4 *Cash and cash equivalents*

Cash and cash equivalents comprise cash balances, all deposits at financial institutions with the original maturities of three months or less, excluding cash at banks used as collateral and highly liquid short-term investments.

3.5 *Trade and other receivables*

Trade and other receivables are stated at their invoice value less allowance for doubtful accounts.

The allowance for doubtful accounts is assessed primarily on analysis of payment histories and future expectations of customer payments. Bad debts are written off when incurred.

3.6 *Inventories*

Inventories are measured at the lower of cost and net realisable value.

Cost is calculated using the weighted average cost principle, and comprises all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. In the case of finished goods and work-in-progress, cost includes an appropriate share of production overheads based on normal operations.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs to complete and to make the sale.

An allowance is made for all deteriorated, damaged, obsolete and slow-moving inventories.

3.7 *Investments*

Investments in subsidiaries

Investments in subsidiaries in the separate financial statements of the Company are accounted for using the equity method.

Disposal of investments

On disposal of an investment, the difference between net disposal proceeds and the carrying amount is recognized in the statement of profit or loss and other comprehensive income.

3.8 *Property, plant and equipment*

Recognition and measurement

Owned assets

Property, plant and equipment are stated at cost less accumulated depreciation and allowance for impairment losses.

Cost includes expenditure that is directly attributable to the acquisition of the asset and any other costs directly attributable to bringing the assets to a working condition for their intended use, the costs of dismantling and removing the items and restoring the site on which they are located, and capitalised borrowing costs. Purchased software that is integral to the functionality of the related equipment is capitalised as part of that equipment.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment are recognised net as other income or expense in the statement of profit or loss and other comprehensive income.

Leased assets

Leases in terms of which the Group substantially assumes all the risk and rewards of ownership are classified as finance leases. Property, plant and equipment acquired by way of finance leases is capitalised at the lower of its fair value or the present value of the minimum lease payments at the inception of the lease, less accumulated depreciation and impairment losses. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged directly in the statement of profit or loss and other comprehensive income.

Subsequent costs

The cost of replacing a part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Group, and its cost can be measured reliably. The carrying amount of the replaced part is derecognized. The costs of the day-to-day servicing of property, plant and equipment are recognized in the statement of profit or loss and other comprehensive income as incurred.

Depreciation

Depreciation is calculated based on the depreciable amount, which is the cost of an asset, or other amount substituted for cost, less its residual value.

Depreciation is charged in the statement of profit or loss and other comprehensive income on a straight-line basis over the estimated useful lives of each component of an item of property, plant and equipment. The estimated useful lives are as follows:

Building and leasehold improvements	5 - 30 years
Internet and printing equipment	3 - 5 years
Furniture, fixtures and office equipment	5 - 18 years
Vehicles	5 years

No depreciation is provided on freehold land or assets under construction and installation.

Depreciation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

3.9 Other intangible assets

Goodwill

Goodwill that arises upon the acquisition of subsidiaries is included in intangible assets. The measurement of goodwill at initial recognition is described in Note 3.1. Subsequent to initial recognition, goodwill is measured at cost less allowance for impairment.

Equipment under concession agreements

Equipment under concession agreements represents internet networks, servers, fiber optic networks and other operating equipment, which has been transferred to CAT Telecom Public Company Limited under concession agreements. Concession assets are stated at the historical cost less accumulated amortisation. They are amortised on a straight-line basis over the shorter of the estimated useful lives of these assets, ranging from 5 to 10 years, or the remaining concession period. Concession assets are not revalued. The carrying amount of concession assets is reviewed annually and adjusted for impairment where it is considered necessary.

Other intangible assets

Other intangible assets which consist of fiber optics licences and software licences that are acquired by the Group and have finite useful lives, ranging from 1 to 13 years, are measured at cost less accumulated amortisation and allowance for impairment losses.

Subsequent expenditure

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure is recognized in the statement of profit or loss and other comprehensive income as incurred.

Amortisation

Amortization is calculated over the cost of the asset, or other amount substituted for cost, less its residual value.

Amortisation is recognised in the statement of profit or loss and other comprehensive income on a straight-line basis over the estimated useful lives of intangible assets, other than goodwill, from the date that they are available for use, since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset. Computer software is amortised over its useful life, which is estimated by management, of 3-10 years. Fiber optics license is amortised over the remaining concession period (end of the contract on June 14, 2021).

Amortisation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

3.10 Impairment

The carrying amounts of the Group's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the assets' recoverable amounts are estimated. For goodwill and intangible assets, the recoverable amount is estimated each year at the same time.

An impairment loss is recognized if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. The impairment loss is recognized in the statement of profit or loss and other comprehensive income.

Calculation of recoverable amount

The recoverable amount of a non-financial asset is the greater of the asset's value in use and fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For an asset that does not generate cash inflows largely independent of those from other assets, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

Reversals of impairment

An impairment loss in respect of a financial asset is reversed if the subsequent increase in recoverable amount can be related objectively to an event occurring after the impairment loss was recognized as an expense in the statement of profit or loss and other comprehensive income.

An impairment loss in respect of goodwill is not reversed. Impairment losses recognized in prior periods in respect of other non-financial assets are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognized.

3.11 *Interest-bearing liabilities*

Interest-bearing liabilities are recognized initially at fair value less attributable transaction charges. Subsequent to initial recognition, interest-bearing liabilities are stated at amortised cost with any difference between cost and redemption value being recognized as an expense in the statement of profit or loss and other comprehensive income over the period of the borrowings on an effective interest rate.

3.12 *Trade and other payables*

Trade and other payables are stated at cost.

3.13 *Employee benefits*

Defined contribution plans

Obligations for contributions to defined contribution plans are expensed in the statement of profit or loss and other comprehensive income as the related service is provided.

Defined benefit plans

A defined contribution plan is a post-employment benefit other than defined contribution plans.

The Group's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in the current and prior periods, discounting that amount.

The calculation of defined benefit obligations is performed by a qualified actuary using the projected unit credit method in the statement of profit or loss and other comprehensive income.

Remeasurements of the net defined benefit liability, actuarial gain or loss are recognised immediately in other comprehensive income ("OCI"). The Group determines the interest expense on the net defined benefit liability for the period by applying the discount rate used to measure the defined benefit obligation at the beginning of the annual period, taking into account any changes in the net defined benefit liability during the period as a result of benefit payments. Net interest expense and other expenses related to defined benefit plans are recognised in the statement of profit or loss and other comprehensive income.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service or the gain or loss on curtailment is recognised immediately in statement of profit or loss. The Group recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

Other long-term employee benefits

The Group's net obligation in respect of long-term employee benefits is the amount of future benefit that employees have earned in return for their service in the current and prior periods. That benefit is discounted to determine its present value. Remeasurements are recognised in the statement of profit or loss and other comprehensive income in the period in which they arise.

Termination benefits

Termination benefits are expensed at the earlier of when the Group can no longer withdraw the offer of those benefits or when the Group recognizes costs for a restructuring. If benefits are not expected to be settled wholly within 12 months of the end of the reporting period, then they are discounted.

Short-term employee benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognized for the amount expected to be paid if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the obligation can be estimated reliably.

3.14 Provisions

A provision is recognized if, as a result of a past event, the Group has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognized as finance cost.

3.15 Revenue

Revenue excludes value added taxes and is arrived at after deduction of trade discounts.

Sale of goods and rendering of services

Revenue from sale of goods is recognized in the statement of profit or loss and other comprehensive income when the significant risks and rewards of ownership have been transferred to the buyer. No revenue is recognized if there is continuing management involvement with the goods or there are significant uncertainties regarding recovery of the consideration due, associated costs or the probable return of goods.

Revenue from rendering of internet services and other services is recognized when services are provided to customers. Revenue from design and implementation contract for Internet, Computer, and Telecommunication services ("ICT") is recognized by reference to the stage of completion at the end of the reporting period and in the accounting period in which the services are rendered.

Revenue from sale of advertising space in telephone directories is recognized on a monthly basis over the useful life of the telephone directory. Other service income is recognized as services are provided.

Advances from customers will be released to income when services are provided.

Investments

Revenue from investments comprises dividend and interest income from investments and bank deposits.

Dividend received

Dividend received is recognized in statement of profit or loss and other comprehensive income on the date the Group's right to receive payments is established.

Interest income

Interest income is recognized in the statement of profit or loss and other comprehensive income as it accrues.

3.16 Finance costs

Finance costs comprise interest expense on borrowings, unwinding of the discount on provisions and contingent consideration, impairment losses recognised on financial assets (other than trade receivables), and losses on hedging instruments that are recognised as profit or loss.

Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognised as expense in the statement of profit or loss and other comprehensive income using the effective interest method.

3.17 Lease

Operating Lease

Payments made under operating leases are recognised in statement of profit or loss and other comprehensive income on a straight line basis over the term of the lease.

Contingent lease payments are accounted for by revising the minimum lease payments over the remaining term of the lease when the lease adjustment is confirmed.

Determining whether an arrangement contains a lease

At inception of an arrangement, the Group determines whether such an arrangement is or contains a lease. A specific asset is the subject of a lease if fulfilment of the arrangement is dependent on the use of that specified asset. An arrangement conveys the right to use the asset if the arrangement conveys to the Group the right to control the use of the underlying asset.

At inception or upon reassessment of the arrangement, the Group separates payments and other consideration required by such an arrangement into those for the lease and those for other elements on the basis of their relative fair values. If the Group concludes for a finance lease that it is impracticable to separate the payments reliably, an asset and a liability are recognized at an amount equal to the fair value of the underlying asset. Subsequently, the liability is reduced as payments are made and an imputed finance charge on the liability is recognized using the Group's incremental borrowing rate.

Financial lease

A lease in which substantially all the risks and rewards of ownership other than legal title are transferred to the Company is accounted for as a financial lease. The Company recognized liabilities and the leased assets at the lower of estimated present value of the underlying lease payments or at the fair value of the equipment at the contractual date. The leased assets are depreciated using the straight-line method over their estimated useful lives. Interest or financial charge is recognized by the effective interest rate method over the term of contracts. Interest or financial charge and depreciation are recognized as expenses in the statement of profit or loss and other comprehensive income.

3.18 Income tax expense

Income tax expense for the year comprises current and deferred tax. Current and deferred tax are recognized as income or expense in the statement of profit or loss and other comprehensive income except to the extent that they relate to a business combination, or items recognized directly in equity or in other comprehensive income.

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted and any adjustment to tax payable in respect of previous years.

Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognized for the following temporary differences: the initial recognition of goodwill; the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss; and differences relating to investments in subsidiaries to the extent that it is probable that they will not reverse in the foreseeable future.

The measurement of deferred tax reflects the tax consequences that would follow the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, using tax rates enacted or substantively enacted at the reporting date.

In determining the amount of current and deferred tax, the Group takes into account the impact of uncertain tax positions and whether additional taxes and interest may be due. The Group believes that its accruals for tax liabilities are adequate for all open tax years based on its assessment of many factors, including interpretations of tax law and prior experience. This assessment relies on estimates and assumptions and may involve a series of judgments about future events. New information may become available that causes the Group to change its judgment regarding the adequacy of existing tax liabilities; such changes to tax liabilities will impact tax expense in the period that such a determination is made.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

A deferred tax asset is recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised. Deferred tax assets are reviewed at each reporting date and reduced to the extent that it is no longer probable that the related tax benefit will be realised.

3.19 *Earnings per share*

The Group presents basic earnings per share data for its ordinary shares. Basic earnings per share is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period.

3.20 *Segment information*

Segment results that are reported to the Group's executive committee (the chief operating decision maker) include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

4. RELATED PARTIES

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with the Group, including holding companies, subsidiaries and fellow subsidiaries are related parties of the Group. Individuals owning, directly or indirectly, an interest in the voting power of the Group that gives them significant influence over the enterprise, key management personnel of the Group and close members of the family of these individuals and companies associated with these individuals also constitute related parties. In considering each possible related party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

Relationships with subsidiaries are described in Note 9. Relationship with other related parties were as follows:

Name of entities	Country of incorporation	Nature of relationships
DTV Service Co., Ltd. ("DTV")	Thailand	Major shareholder, 42.07% shareholding
Singapore Telecommunications Limited	Singapore	Major shareholder, 14.14% shareholding
Thaicom Public Company Limited ("THAICOM")	Thailand	Hold 99.99% in DTV and shared directors with the Company
Intouch Holdings Public Company Limited ("INTOUCH") and its related parties	Thailand	Related parties

The pricing policies for transactions with related parties are explained further below:

Transactions	Pricing policies
Sales of goods and services	Market price
Purchases of goods and services	Market price
Interest expense	Average rate of return plus 10%
Management fee	Mutually agreed basis as a fixed monthly fee

Significant transactions with related parties for the years ended December 31, 2017 and 2016 were as follows:

	Consolidated financial statements For the years ended December 31,		Unit: Thousand Baht Separate financial statements For the years ended December 31,	
	2017	2016	2017	2016
Major shareholders				
Sales of goods and rendering of services	5,616	15,898	5,584	15,811
Other income	-	850	-	850
Purchases of goods and services	947	7,842	944	7,831
Interest expense	-	219	-	219
Other expenses	39	312	39	271
Subsidiaries				
Sales of goods and rendering of services	-	-	4,429	5,203
Other income	-	-	-	345
Purchases of goods and services	-	-	9,578	8,897
Other expenses	-	-	121	2
Other related parties				
Sales of goods and rendering of services	208,337	298,235	8,562	5,110
Other income	2,197	12,348	1,885	12,348
Purchases of goods and services	33,706	27,548	33,644	27,478
Other expenses	5,430	5,783	2,590	2,488
Key management personnel				
Key management benefit expenses	43,045	26,949	43,045	26,949

Balances with related parties as at December 31, 2017 and 2016 were as follows:

	Consolidated financial statements As at December 31, 2017 2016		Unit: Thousand Baht Separate financial statements As at December 31, 2017 2016	
Trade receivables				
Major shareholders	2,270	5,151	2,270	5,151
Subsidiaries	-	-	577	397
Other related parties	16,467	23,889	3,692	743
	18,737	29,040	6,539	6,291
Unbilled revenue				
Major shareholders	40	40	40	40
Subsidiaries	-	-	-	165
Other related parties	19,637	32,851	19	103
	19,677	32,891	59	308
Total trade receivables and unbilled revenue	38,414	61,931	6,598	6,599
Trade payables				
Major shareholders	916	9,345	914	9,339
Subsidiaries	-	-	2,415	2,389
Other related parties	12,629	9,479	12,220	8,885
Total	13,545	18,824	15,549	20,613
Other payables				
Major shareholders	-	32	-	-
Other related parties	408	63	292	-
Total	408	95	292	-

Significant agreements with related parties

- 4.1 The Group has entered into agreements with I.T. Applications and Services Company Limited, a related party, to receive computer system maintenance services. The agreement has a 1-year period and is renewable on an annual basis. The contract parties have a right to terminate the agreement by giving advance written notice of 3 months.
- 4.2 A company has entered into a service agreement with Advanced Wireless Network Co., Ltd. ("AWN"), a related party, to develop and maintenance AIS We Cloud Service application for support the customer of AWN. The contract parties have a right to terminate the agreement by giving advance written notice of 60 days.
- 4.3 A subsidiary has entered into a service agreement with MIMO Tech Co., Ltd. ("MMT"), a related party, to provide mobile content services for its network, by sharing the revenue as agreed in each service. The agreement is renewable annually unless there is a cancellation in writing with a 30-day notice period.
- 4.4 A subsidiary has entered into a service agreement with Advanced Contact Center Co., Ltd. ("ACC"), a related party, to arrange the agents and provide call centre operation to execute each of incoming call service. The contract parties have a right to terminate the agreement by giving advance written notice of 120 days.

5. CASH AND CASH EQUIVALENTS

	Consolidated financial statements As at December 31,		Unit : Thousand Baht Separate financial statements As at December 31,	
	2017	2016	2017	2016
Cash on hand	79	148	18	88
Cash at banks - current accounts and saving accounts	219,620	300,233	164,736	202,091
Highly liquid short-term investments	109,874	119,948	-	50,000
Total	329,573	420,329	164,754	252,179

The currency denomination of cash and cash equivalents of the Group and the Company as at December 31, 2017 and 2016 were as follows:

	Consolidated financial statements As at December 31,		Unit : Thousand Baht Separate financial statements As at December 31,	
	2017	2016	2017	2016
Thai Baht	329,573	420,268	164,754	252,118
United States Dollars	-	61	-	61
Total	329,573	420,329	164,754	252,179

Savings deposits held with banks and promissory notes as at December 31, 2017 had interest rates ranging from 0.10% - 1.18% per annum (2016: 0.30% - 1.43% per annum).

6. TRADE RECEIVABLES AND ACCRUED INCOME

		Consolidated financial statements As at December 31,		Unit: Thousand Baht Separate financial statements As at December 31,	
	Notes	2017	2016	2017	2016
Trade receivables					
Related parties	4	18,737	29,040	6,539	6,291
Other parties		296,700	313,195	250,344	223,512
		<u>315,437</u>	<u>342,235</u>	<u>256,883</u>	<u>229,803</u>
Unbilled revenue					
Related parties	4	19,677	32,891	59	308
Other parties		41,249	36,467	23,076	22,690
		<u>60,926</u>	<u>69,358</u>	<u>23,135</u>	<u>22,998</u>
Total trade receivables and unbilled revenue		376,363	411,593	280,018	252,801
Less Allowance for doubtful accounts		(47,795)	(54,460)	(11,950)	(11,231)
Net		328,568	357,133	268,068	241,570

	Consolidated financial statements For the years ended December 31,		Unit : Thousand Baht Separate financial statements For the years ended December 31,	
	2017	2016	2017	2016
Bad and doubtful debts expense	20,147	17,255	3,314	2,627

Aging analyses for trade receivables as at December 31, 2017 and 2016 were as follows:

	Consolidated financial statements As at December 31,		Unit : Thousand Baht Separate financial statements As at December 31,	
	2017	2016	2017	2016
Related parties				
Within credit terms	16,387	26,833	4,189	4,069
Overdue:				
3 months or less	740	486	740	501
Over 3 months up to 6 months	-	-	-	-
Over 6 months up to 12 months	-	-	-	-
Over 12 months	1,610	1,721	1,610	1,721
	<u>18,737</u>	<u>29,040</u>	<u>6,539</u>	<u>6,291</u>
Other parties				
Within credit terms	178,952	169,802	171,059	158,605
Overdue:				
3 months or less	69,671	78,239	66,653	53,378
Over 3 months up to 6 months	4,441	14,979	3,159	2,570
Over 6 months up to 12 months	8,842	8,798	1,356	1,411
Over 12 months	34,794	41,377	8,117	7,548
	<u>296,700</u>	<u>313,195</u>	<u>250,344</u>	<u>223,512</u>
<u>Less</u> allowance for doubtful accounts	<u>(47,795)</u>	<u>(54,460)</u>	<u>(11,950)</u>	<u>(11,231)</u>
	<u>248,905</u>	<u>258,735</u>	<u>238,394</u>	<u>212,281</u>
Net	<u>267,642</u>	<u>287,775</u>	<u>244,933</u>	<u>218,572</u>

The normal credit term granted by the Group ranges from 15 days to 120 days.

The currency denomination of trade receivables of the Group and the Company as at December 31, 2017 and 2016 were as follows:

	Consolidated financial statements As at December 31,		Unit : Thousand Baht Separate financial statements As at December 31,	
	2017	2016	2017	2016
Thai Baht	313,640	341,101	255,086	228,669
United States Dollars	1,797	1,134	1,797	1,134
Total	<u>315,437</u>	<u>342,235</u>	<u>256,883</u>	<u>229,803</u>

7. OTHER RECEIVABLES

	Consolidated financial statements As at December 31,		Unit : Thousand Baht Separate financial statements As at December 31,	
	2017	2016	2017	2016
Prepaid expenses	99,713	89,704	94,582	82,633
Deferred costs	-	14,663	-	-
Tax refundable	9,898	10,976	-	-
Advance payments	2,828	4,589	2,748	4,544
Others	592	1,244	-	-
Total	113,031	121,176	97,330	87,177

Other receivables of the Group and the Company as at December 31, 2017 and 2016 were denominated entirely in Thai Baht.

8. INVENTORIES

	Consolidated financial statements As at December 31,		Unit : Thousand Baht Separate financial statements As at December 31,	
	2017	2016	2017	2016
Finished goods	28,857	21,449	28,721	21,447
Projects in progress	14,084	7,257	14,084	7,257
Raw materials	67	2,620	-	-
Supplies	788	907	788	851
	<u>43,796</u>	<u>32,233</u>	<u>43,593</u>	<u>29,555</u>
<u>Less</u> Allowance for decline in value of inventories	<u>(29)</u>	<u>(39)</u>	<u>(29)</u>	<u>(29)</u>
Total	43,767	32,194	43,564	29,526

	Consolidated financial statements For the years ended December 31,		Unit : Thousand Baht Separate financial statements For the years ended December 31,	
	2017	2016	2017	2016
Inventories recognized as an expense in cost of sales of goods	<u>292,160</u>	<u>270,438</u>	<u>292,148</u>	<u>270,438</u>

9. INVESTMENT IN SUBSIDIARIES

	Unit: Thousand Baht Separate financial statements	
<i>For the years ended December 31,</i>	2017	2016 "Restated"
As at January 1,	192,471	191,741
Share of profit of investments in subsidiaries for the years	35,795	33,759
Share of other comprehensive income of subsidiaries	2,891	-
Dividend paid during the years	<u>(23,033)</u>	<u>(33,029)</u>
As at December 31,	208,124	192,471

There were no acquisitions and disposals of investments in subsidiaries during the year ended December 31, 2016.

On October 16, 2017, Teleinfo Media Public Company Limited (“TMC”) which is the Company’s subsidiary has invested in Yellow Pages Commerce Company Limited. TMC has purchased 9,994 ordinary shares, equivalent to 99.94% of paid-up capital with amount of Baht 85,948. Such company operates online advertising business in Thailand.

AD Venture Public Company Limited (“ADV”)

At the Annual General Shareholders’ Meeting of ADV held on March 25, 2016, the shareholders approved the appropriation of dividend of Baht 9.31 per share, amounting to Baht 10 million. ADV paid the dividend to shareholders on April 11, 2016.

At the Board of Directors Meeting of ADV held on June 9, 2016, the directors approved the appropriation of interim dividends of Baht 9.31 per share, amounting to Baht 10 million. ADV paid the dividend to shareholders on June 28, 2016.

At the Board of Directors Meeting of ADV held on September 1, 2016, the directors approved the appropriation of interim dividends of Baht 6.52 per share, amounting to Baht 7 million. ADV paid the dividend to shareholders on September 28, 2016.

At the Board of Directors Meeting of ADV held on December 1, 2016, the directors approved the appropriation of interim dividends of Baht 5.59 per share, amounting to Baht 6 million. ADV paid the dividend to shareholders on December 22, 2016.

At the Annual General Shareholders’ Meeting of ADV held on March 28, 2017, the shareholders approved the appropriation of dividend of Baht 6.52 per share, amounting to Baht 7 million. ADV paid the dividend to shareholders on April 11, 2017.

At the Board of Directors Meeting of ADV held on June 2, 2017, the directors approved the appropriation of interim dividend of Baht 3.73 per share, amounting to Baht 4 million. ADV paid the dividend to shareholders on June 28, 2017.

At the Board of Directors Meeting of ADV held on September 4, 2017, the directors approved the appropriation of interim dividend of Baht 5.59 per share, amounting to Baht 6 million. ADV paid the dividend to shareholders on September 25, 2017.

At the Board of Directors Meeting of ADV held on December 6, 2017, the directors approved the appropriation of interim dividend of Baht 5.59 per share, amounting to Baht 6 million. ADV paid the dividend to shareholders on December 25, 2017.

Investments in subsidiaries as at December 31, 2017 and 2016, and dividend income from those investments for the years then ended, were as follows:

Name	Type of business	Separate financial statements						Dividend income	
		Ownership interest		Paid-up capital		Cost Method		For the years ended	
		As at December 31, 2017	2016	As at December 31, 2017	2016	As at December 31, 2017	2016	2017	2016

10. PROPERTY, PLANT AND EQUIPMENT

Movement of property, plant and equipment for the years ended December 31, 2017 and 2016 were as follows:

	Consolidated financial statements					Unit : Thousand Baht	
	Land	Building and leasehold improvements	Internet and printing equipment	Furniture, fixtures and office equipment	Vehicles	Assets under construction and installation	Total
<i>Cost</i>							
As at January 1, 2016	101,676	155,013	1,309,079	659,636	19,055	36,562	2,281,021
Additions	-	409	72,035	28,412	584	49,753	151,193
Disposals	-	-	(365,010)	(12,253)	(2,422)	-	(379,685)
Write-off	-	(2,833)	(54,683)	(2,084)	-	(49)	(59,649)
Transfers in	-	441	183,188	10,091	-	-	193,720
Transfers out	-	-	-	(6,503)	-	(44,878)	(51,381)
As at December 31, 2016 and January 1, 2017	101,676	153,030	1,144,609	677,299	17,217	41,388	2,135,219
Additions	-	2,260	60,079	38,335	1,120	109,724	211,518
Disposals	-	-	(9,220)	(26,884)	(4,768)	-	(40,872)
Write-off	-	(1,967)	(103,694)	(171,719)	(2,598)	-	(279,978)
Transfer-in	-	79,776	10,971	58,692	-	-	149,439
Transfer-out	-	-	-	-	-	(150,985)	(150,985)
As at December 31, 2017	101,676	233,099	1,102,745	575,723	10,971	127	2,024,341

	Consolidated financial statements (Continued)					Unit : Thousand Baht	
	Land	Building and leasehold improvements	Internet and printing equipment	Furniture, fixtures and office equipment	Vehicles	Assets under construction and installation	Total
<i>Net book value</i>							
As at January 1, 2016							
Owned assets	101,676	136,489	241,061	285,994	4,388	36,562	806,170
Assets under finance leases	-	-	-	-	4,810	-	4,810
	101,676	136,489	241,061	285,994	9,198	36,562	810,980
As at December 31, 2016 and January 1, 2017							
Owned assets	101,676	130,166	282,732	249,541	3,198	41,388	808,701
Assets under finance leases	-	-	-	-	3,576	-	3,576
	101,676	130,166	282,732	249,541	6,774	41,388	812,277
As at December 31, 2017							
Owned assets	101,676	205,030	286,507	276,265	2,124	127	871,729
Assets under finance leases	-	-	-	-	1,142	-	1,142
	101,676	205,030	286,507	276,265	3,266	127	872,871

Unit : Thousand Baht

	Separate financial statements					Total
	Land	Building improvements	Internet equipment	Furniture, fixtures and office equipment	Vehicles	
<i>Cost</i>						
As at January 1, 2016	101,676	151,544	1,008,980	605,495	13,175	1,917,383
Additions	-	409	72,035	26,963	584	149,744
Disposals	-	-	(365,010)	(8,823)	(200)	(374,033)
Write-off	-	(1,873)	(54,683)	(2,062)	-	(58,618)
Transfers in	-	441	183,188	10,091	-	193,720
Transfers out	-	-	-	(6,503)	-	(51,381)
As at December 31, 2016 and January 1, 2017	101,676	150,521	844,510	625,161	13,559	1,776,815
Additions	-	2,260	60,079	38,018	1,121	211,202
Disposals	-	-	(9,220)	(5,750)	(1,029)	(15,999)
Write-off	-	(70)	(103,694)	(5,637)	(2,056)	(111,457)
Transfer-in	-	79,776	10,971	58,692	-	149,439
Transfer-out	-	-	-	-	-	(150,985)
As at December 31, 2017	101,676	232,487	802,646	710,484	11,595	1,859,015

Unit : Thousand Baht

Separate financial statements (Continued)

	Land	Building improvements	Internet equipment	Furniture, fixtures and office equipment	Vehicles	Assets under construction and installation	Total
Accumulated depreciation							
As at January 1, 2016	-	(16,262)	(805,977)	(317,397)	(5,753)	-	(1,145,389)
Depreciation charge for the year	-	(6,494)	(63,928)	(54,641)	(2,216)	-	(127,279)
Disposals	-	-	364,232	8,516	128	-	372,876
Write-off	-	1,873	54,679	2,030	-	-	58,582
Transfer-in	-	-	(148,842)	-	-	-	(148,842)
Transfer-out	-	-	-	4,516	-	-	4,516
As at December 31, 2016 and January 1, 2017	-	(20,883)	(599,836)	(356,976)	(7,841)	-	(985,536)
Depreciation charge for the year	-	(6,831)	(67,109)	(57,199)	(2,265)	-	(133,404)
Disposals	-	-	9,056	4,883	1,028	-	14,967
Write-off	-	70	103,692	5,631	719	-	110,112
Transfer-in	-	-	-	-	-	-	-
Transfer-out	-	-	-	-	-	-	-
As at December 31, 2017	-	(27,644)	(554,197)	(403,661)	(8,359)	-	(993,861)

Unit : Thousand Baht

	Separate financial statements (Continued)					Total
	Land	Building improvements	Internet equipment	Furniture, fixtures and office equipment	Vehicles	
<i>Net book value</i>						
As at January 1, 2016						
Owned assets	101,676	135,282	203,003	288,098	2,612	767,184
Assets under finance leases	-	-	-	-	4,810	4,810
	101,676	135,282	203,003	288,098	7,422	771,994
As at December 31, 2016 and January 1, 2017						
Owned assets	101,676	129,638	244,674	268,185	2,142	787,703
Assets under finance leases	-	-	-	-	3,576	3,576
	101,676	129,638	244,674	268,185	5,718	791,279
As at December 31, 2017						
Owned assets	101,676	204,843	248,449	306,823	2,094	864,012
Assets under finance leases	-	-	-	-	1,142	1,142
	101,676	204,843	248,449	306,823	3,236	865,154

The gross amount of the Group's and the Company's fully depreciated plant and equipment that was still in use as at December 31, 2017 amounted to Baht 741 million and Baht 590 million, respectively (2016: Baht 976 million and Baht 675 million, respectively).

11. OTHER INTANGIBLE ASSETS

Movements of intangible assets for the years ended December 31, 2017 and 2016 were as follows:

	Unit : Thousand Baht				
	Consolidated financial statements				
	Fiber optics licences	Software licences	Equipment under concession agreement	Assets under installation	Total
Cost					
As at January 1, 2016	82,949	157,419	212,062	2,712	455,142
Additions	1,751	2,278	-	3,860	7,889
Disposals	-	(687)	-	-	(687)
Write-off	-	(19,296)	(63,220)	(513)	(83,029)
Transfer-in	-	6,873	-	-	6,873
Transfer-out	-	-	(148,842)	(370)	(149,212)
As at December 31, 2016 and January 1, 2017	84,700	146,587	-	5,689	236,976
Additions	1,167	22,529	-	1,996	25,692
Disposals	-	(799)	-	-	(799)
Write-off	-	(53,879)	-	-	(53,879)
Transfer-in	-	7,685	-	-	7,685
Transfer-out	-	-	-	(7,685)	(7,685)
As at December 31, 2017	85,867	122,123	-	-	207,990
Accumulated amortisation					
As at January 1, 2016	(35,861)	(139,370)	(212,062)	-	(387,293)
Amortisation for the year	(8,109)	(9,113)	-	-	(17,222)
Disposals	-	685	-	-	685
Write-off	-	19,295	63,220	-	82,515
Transfer-in	-	(4,516)	-	-	(4,516)
Transfer-out	-	-	148,842	-	148,842
As at December 31, 2016 and January 1, 2017	(43,970)	(133,019)	-	-	(176,989)
Amortisation for the year	(8,306)	(7,747)	-	-	(16,053)
Disposals	-	741	-	-	741
Write-off	-	52,469	-	-	52,469
Transfer-in	-	-	-	-	-
Transfer-out	-	-	-	-	-
As at December 31, 2017	(52,276)	(87,556)	-	-	(139,832)
Net book value					
As at January 1, 2016	47,088	18,049	-	2,712	67,849
As at December 31, 2016 and January 1, 2017	40,730	13,568	-	5,689	59,987
As at December 31, 2017	33,591	34,567	-	-	68,158

Unit : Thousand Baht

	Separate financial statements				
			Equipment under concession agreement	Assets under installation	Total
Fiber optics licences	Software licences				
Cost					
As at January 1, 2016	82,949	54,092	212,062	909	350,012
Additions	1,751	2,272	-	920	4,943
Disposals	-	(687)	-	-	(687)
Write-off	-	(9,296)	(63,220)	-	(72,516)
Transfer-in	-	6,873	-	-	6,873
Transfer-out	-	-	(148,842)	(370)	(149,212)
As at December 31, 2016 and January 1, 2017	84,700	53,254	-	1,459	139,413
Additions	1,167	21,239	-	1,546	23,952
Disposals	-	(799)	-	-	(799)
Write-off	-	(1,330)	-	-	(1,330)
Transfer-in	-	3,005	-	-	3,005
Transfer-out	-	-	-	(3,005)	(3,005)
As at December 31, 2017	85,867	75,369	-	-	161,236
Accumulated amortisation					
As at January 1, 2016	(35,861)	(46,616)	(212,062)	-	(294,539)
Amortisation for the year	(8,109)	(3,501)	-	-	(11,610)
Disposals	-	685	-	-	685
Write-off	-	9,296	63,220	-	72,516
Transfer-in	-	(4,516)	-	-	(4,516)
Transfer-out	-	-	148,842	-	148,842
As at December 31, 2016 and January 1, 2017	(43,970)	(44,652)	-	-	(88,622)
Amortisation for the year	(8,306)	(4,507)	-	-	(12,813)
Disposals	-	741	-	-	741
Write-off	-	379	-	-	379
Transfer-in	-	-	-	-	-
Transfer-out	-	-	-	-	-
As at December 31, 2017	(52,276)	(48,039)	-	-	(100,315)
Net book value					
As at January 1, 2016	47,088	7,476	-	909	55,473
As at December 31, 2016 and January 1, 2017	40,730	8,602	-	1,459	50,791
As at December 31, 2017	33,591	27,330	-	-	60,921

12. DEFERRED TAX ASSETS

	Consolidated financial statements For the years ended December 31,		Unit : Thousand Baht Separate financial statements For the years ended December 31,	
	2017	2016	2017	2016
Deferred tax asset	51,683	58,574	32,485	33,365

Movements of deferred tax assets for the years ended December 31, 2017 and 2016 were as follows:

	Unit : Thousand Baht Consolidated financial statements			
	As at January 1, 2017	Recognized in Profit or loss	Recognized in Other comprehensive income	As at December 31, 2017
<i>Deferred tax assets</i>				
Trade receivables	9,527	(463)	-	9,064
Inventories	8	(2)	-	6
Property, plant and equipment	1,914	(309)	-	1,605
Other intangible assets	1,718	-	-	1,718
Other payables	710	(198)	-	512
Unearned income and advance receipts	1,589	(661)	-	928
Provision for employee benefit	36,226	(1,392)	(3,837)	30,997
Tax loss carry-forwards	6,882	(29)	-	6,853
Total	58,574	(3,054)	(3,837)	51,683

	Unit : Thousand Baht Consolidated financial statements			
	As at January 1, 2016	Recognized in Profit or loss	Recognized in Other comprehensive income	As at December 31, 2016
<i>Deferred tax assets</i>				
Trade receivables	9,765	(238)	-	9,527
Inventories	6	2	-	8
Property, plant and equipment	1,749	165	-	1,914
Other intangible assets	2,328	(610)	-	1,718
Other payables	903	(193)	-	710
Unearned income and advance receipts	4,454	(2,865)	-	1,589
Provision for employee benefit	37,952	(1,726)	-	36,226
Tax loss carry-forwards	2,173	4,709	-	6,882
Total	59,330	(756)	-	58,574

Unit : Thousand Baht

	Separate financial statements		
	As at January 1, 2017	Recognized in Profit or loss	Recognized in Other comprehensive income
	As at December 31, 2017		
Deferred tax assets			
Trade receivables	2,246	144	-
Inventories	6	-	-
Property, plant and equipment	1,516	4	-
Other intangible assets	-	-	-
Other payables	382	-	-
Unearned income and advance receipts	1,589	(662)	-
Provision for employee benefit	27,626	2,748	(3,114)
Total	33,365	2,234	(3,114)

Unit : Thousand Baht

	Separate financial statements		
	As at January 1, 2016	Recognized in Profit or loss	Recognized in Other comprehensive income
	As at December 31, 2016		
Deferred tax assets			
Trade receivables	2,214	32	-
Inventories	6	-	-
Property, plant and equipment	1,296	220	-
Other intangible assets	610	(610)	-
Other payables	382	-	-
Unearned income and advance receipts	4,454	(2,865)	-
Provision for employee benefit	24,686	2,940	-
Total	33,648	(283)	-

As at December 31, 2017, the Group recognised deferred tax assets of Baht 7 million (2016: Baht 7 million) for unused tax losses of a subsidiary as management considered it is probable that future taxable profits will be available against which they can be utilised. Such tax losses will expire in 2018 - 2022.

Deferred tax assets have not been recognised in respect of the following items:

	Consolidated financial statements		Unit : Thousand Baht Separate financial statements	
	As at December 31, 2017	2016	As at December 31, 2017	2016
Impairment loss on investment in subsidiary	-	-	-	88,619

During the year, the Company has changed accounting policy relating to investment in subsidiaries in the separate financial statement from cost method to equity method as disclosed in note to the financial statement 2.5. Therefore, the Company has reversed impairment loss on investment in subsidiary and devaluated investments in subsidiaries regarding to equity method. However, deferred tax assets have not been recognised in respect of this item because it is not probable that the temporary difference will reverse in the foreseeable future.

13. INTEREST - BEARING LIABILITIES

	Consolidated financial statements As at December 31,		Unit : Thousand Baht Separate financial statements As at December 31,	
	2017	2016	2017	2016
<i>Current liabilities</i>				
Short-term borrowing from financial institutions				
Unsecured	250,000	230,000	250,000	230,000
Current portion of long-term borrowing from financial institution				
Unsecured	60,000	60,000	60,000	60,000
Current portion of finance lease liabilities	548	880	548	766
	<u>310,548</u>	<u>290,880</u>	<u>310,548</u>	<u>290,766</u>
<i>Non-current liabilities</i>				
Long-term borrowing from financial institution				
Unsecured	-	60,000	-	60,000
Finance lease liabilities	1,799	3,929	1,799	3,929
	<u>1,799</u>	<u>63,929</u>	<u>1,799</u>	<u>63,929</u>
Total	<u>312,347</u>	<u>354,809</u>	<u>312,347</u>	<u>354,695</u>

The periods to maturity of interest-bearing liabilities, excluding finance lease liabilities, as at December 31, 2017 and 2016 were as follows:

	Consolidated financial statements As at December 31,		Unit : Thousand Baht Separate financial statements As at December 31,	
Period	2017	2016	2017	2016
Within one year	310,000	290,000	310,000	290,000
After one year but within five years	-	60,000	-	60,000
Total	<u>310,000</u>	<u>350,000</u>	<u>310,000</u>	<u>350,000</u>

Long-term loan agreement with financial institution

On April 2, 2013, the Company entered into a loan agreement with a financial institution amounting to Baht 300 million. The loan bears interest for the first to the second year at the rate of MLR minus 2.25% per annum and subsequently at the rate of MLR minus 2.00% per annum. The loan is repayable in 66 months after the first drawdown (April 2013). The first installment is due 12 months after the first drawdown and every 6 months for the remaining installments. The loan has no collateral but the Company is required to maintain the debt to equity ratio at not exceeding (only interest-bearing debt) 2:1 through the period of the agreement.

Credit facilities

As at December 31, 2017, the Group and the Company had unutilised credit facilities totalling Baht 1,626 million and Baht 1,476 million, respectively (2016: Baht 1,646 million and Baht 1,496 million, respectively).

Finance lease liabilities

Finance lease liabilities as at December 31, 2017 and 2016 were as follows:

Unit : Thousand Baht						
Consolidated financial statements						
As at December 31, 2017			As at December 31, 2016			
Period	Future minimum lease payments	Interest	Present value of minimum lease payments	Future minimum lease payments	Interest	Present value of minimum lease payments
Within one year	647	99	548	1,088	208	880
After one year but within five years	1,931	132	1,799	4,231	302	3,929
Total	2,578	231	2,347	5,319	510	4,809

Unit : Thousand Baht						
Separate financial statements						
As at December 31, 2017			As at December 31, 2016			
Period	Future minimum lease payments	Interest	Present value of minimum lease payments	Future minimum lease payments	Interest	Present value of minimum lease payments
Within one year	647	99	548	970	204	766
After one year but within five years	1,931	132	1,799	4,231	302	3,929
Total	2,578	231	2,347	5,201	506	4,695

Interest-bearing liabilities of the Group and the Company as at December 31, 2017 and 2016 were denominated entirely in Thai Baht.

14. TRADE PAYABLES

Unit : Thousand Baht					
Consolidated financial statements			Separate financial statements		
As at December 31,			As at December 31,		
Note	2017	2016	2017	2016	
Related parties	4	13,545	18,824	15,549	20,613
Other parties		247,251	265,031	230,525	237,103
Total		260,796	283,855	246,074	257,716

The currency denomination of trade payables of the Group and the Company as at December 31, 2017 and 2016 were as follows:

	Consolidated financial statements As at December 31, 2017		Unit : Thousand Baht Separate financial statements As at December 31, 2017	
	2017	2016	2017	2016
Thai Baht	260,373	283,071	245,651	256,955
United States Dollars	423	784	423	761
Total	260,796	283,855	246,074	257,716

15. OTHER PAYABLES

		Consolidated financial statements As at December 31, 2017		Unit : Thousand Baht Separate financial statements As at December 31, 2017	
	Note	2017	2016	2017	2016
<i>Related parties</i>					
Others	4	408	95	292	-
		408	95	292	-
<i>Other parties</i>					
Accrued bonus		58,337	62,662	53,505	52,882
Accrued commission		8,974	9,352	8,708	9,189
Accrued license and USO fees		23,877	17,305	23,877	17,305
Other accrued expenses		38,192	44,199	21,994	20,629
Other account payables		19,098	11,239	19,098	10,743
Others		2,119	3,552	1,580	1,907
		150,597	148,309	128,762	112,655
Total		151,005	148,404	129,054	112,655

Other payable of the Group and the Company as at December 31, 2017 and 2016 were denominated entirely in Thai Baht.

16. PROVISION FOR EMPLOYEE BENEFIT

Provision for employee benefit as at December 31, 2017 and 2016 were as follows:

	Consolidated financial statements As at December 31, 2017		Unit : Thousand Baht Separate financial statements As at December 31, 2017	
	2017	2016	2017	2016
<i>Statements of financial position</i>				
Provision for employee benefit				
Post-employment benefits	152,827	174,486	134,546	134,080
Other long-term employee benefits	2,156	5,277	1,755	2,673
Termination benefits	-	6,830	-	-
Total	154,983	186,593	136,301	136,753

	Consolidated financial statements For the years ended December 31,		Unit : Thousand Baht Separate financial statements For the years ended December 31,	
	2017	2016	2017	2016
<i>Statements of profit or loss and other comprehensive income:</i>				
Recognized in the statement of profit or loss:-				
Post-employment benefits	22,207	15,685	10,722	10,174
Other long-term employee benefits	(107)	347	242	233
Termination benefits	-	7,191	-	-
Total	22,100	23,223	10,964	10,407

	Consolidated financial statements For the years ended December 31,		Unit : Thousand Baht Separate financial statements For the years ended December 31,	
	2017	2016	2017	2016
Recognized in the statement of other comprehensive income:				
Gains on remeasurements of defined benefit plans	(19,183)	-	(15,570)	-
Cumulative of losses on remeasurements of defined benefit plans	73,375	92,558	46,629	62,199

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

The defined benefit plans expose the Group to actuarial risks, such as longevity risk, currency risk, interest rate risk and market (investment) risk.

The provision for employee benefit in the statements of financial position as at December 31, 2017 and 2016 were as follows:

	Consolidated financial statements As at December 31,		Unit : Thousand Baht Separate financial statements As at December 31,	
	2017	2016	2017	2016
Present value of unfunded provision for employee benefit	154,983	186,593	136,301	136,753
Provision for employee benefit in the statement of financial position	154,983	186,593	136,301	136,753

Movement in the present value of the provision for employee benefit for the years ended December 31, 2017 and 2016 were as follows:

		Consolidated financial statements		Unit : Thousand Baht Separate financial statements	
	<i>Note</i>	2017	2016	2017	2016
Provision for employee benefit as at 1 January		186,593	189,132	136,753	122,810
Include in the statement of profit or loss for the years ended December 31,					
Current service cost		22,100	16,032	10,964	10,407
Interest on obligation	24	5,848	6,445	4,774	4,292
Termination benefits		-	7,191	-	-
		<u>27,948</u>	<u>29,668</u>	<u>15,738</u>	<u>14,699</u>
Include in in the statement of other comprehensive income for the years ended December 31,					
Gains on remeasurements of defined benefit plans		(19,183)	-	(15,570)	-
		<u>(19,183)</u>	<u>-</u>	<u>(15,570)</u>	<u>-</u>
Others					
Benefit paid		(40,375)	(32,207)	(620)	(756)
		<u>(40,375)</u>	<u>(32,207)</u>	<u>(620)</u>	<u>(756)</u>
Provision for employee benefit as at December 31,		<u>154,983</u>	<u>186,593</u>	<u>136,301</u>	<u>136,753</u>

Gains on remeasurements of defined benefit plans recognised in the statements of other comprehensive income for the years ended December 31, 2017 and 2016 arising from:

		Consolidated financial statements For the years ended December 31,		Unit : Thousand Baht Separate financial statements For the years ended December 31,	
		2017	2016	2017	2016
Financial assumptions	(12,310)	-	-	(9,055)	-
Experience adjustment	(6,873)	-	-	(6,515)	-
Total	<u>(19,183)</u>	<u>-</u>	<u>-</u>	<u>(15,570)</u>	<u>-</u>

Actuarial assumptions

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

	Consolidated financial statements For the years ended December 31,		Separate financial statements For the years ended December 31,	
	2017	2016	2017	2016
	(%)		(%)	
Discount rate	3.0	3.5	3.0	3.5
Future salary growth	7.0	7.0	7.0	7.0

Assumptions regarding future mortality have been based on published statistics and mortality tables.

Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined provision for employee benefit plans by the amounts shown below.

	Unit : Thousand Baht			
	Impact on the provision for employee benefit			
	increased (decreased)			
	Consolidated		Separate	
	financial statements		financial statements	
	As at December 31,		As at December 31,	
	2017	2016	2017	2016
Discount rate - increase by 1%	(25,928)	(22,619)	(22,857)	(18,378)
Discount rate - decrease by 1%	31,012	27,252	27,349	22,245
Future salary increase by 1%	29,372	26,010	25,865	21,229
Future salary decrease by 1%	(25,175)	(22,132)	(22,167)	(17,983)

Although the analysis does not take account of the full distribution of cash flows expected under the plan, it does provide an approximation of the sensitivity of the assumptions shown.

17. SHARE CAPITAL

	Par value per share (Baht)	As at December 31, 2017		As at December 31, 2016	
		Number	Baht	Number	Baht
		(thousand shares / thousand Baht)			
<i>Authorised</i>					
As at January 1,					
Ordinary shares	0.25	594,515	148,629	594,515	148,629
As at December 31,					
Ordinary shares	0.25	594,515	148,629	594,515	148,629
<i>Issued and paid-up</i>					
As at January 1,					
Ordinary shares	0.25	594,515	148,629	594,515	148,629
As at December 31,					
Ordinary shares	0.25	594,515	148,629	594,515	148,629

The holders of ordinary shares are entitled to receive dividends as declared from time to time, and are entitled to one vote per share at meetings of the Company.

Premium on ordinary share

Section 51 of the Public Limited Companies Act B.E. 2535 requires companies to set aside share subscription monies received in excess of the par value of the shares issued to a reserve account (“premium on ordinary share”). Share premium is not available for dividend distribution.

18. LEGAL RESERVE

Section 116 of the Public Limited Companies Act B.E. 2535 requires that a company shall allocate not less than 5% of its annual net profit less the accumulated losses brought forward, if any, to a reserve account (“Legal reserve”), until this account reaches an amount not less than 10% of the registered capital. The legal reserve is not available for dividend distribution.

19. SEGMENT INFORMATION

The Group has three reportable segments, as described below, which are the Group’s strategic divisions. The strategic divisions offer different products and services, and are managed separately because they require different technology and marketing strategies. For each of the strategic divisions, the Group’s executive committee reviews internal management reports on at least a quarterly basis. The following summary describes the operations in each of the Group’s reportable segments.

Segment 1 Sales and services relating to the internet business

Segment 2 Media and advertising

Segment 3 Voice info service and mobile contents

Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit before tax, as included in the internal management reports that are reviewed by the Group’s executive committee. Segment profit before tax is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

Geographical segments

The Group is managed and operates principally in Thailand. There are no material revenues derived from, or assets located in, foreign countries.

Major customer

Revenues from one customer of the Group’s segment 3 represents for the years ended December 31, 2017 and 2016 approximately Baht 139 million and Baht 255 million, respectively of the Group’s total revenues.

Information about reportable segments

Unit : Thousand Baht

	Consolidated financial statement					
	Segment 1		Segment 2		Segment 3	
	For the years ended December 31,		For the years ended December 31,		For the years ended December 31,	
	2017	2016	2017	2016	2017	2016
External revenue	2,375,733	2,281,658	120,923	210,690	301,112	397,731
Inter-segment revenue	4,429	5,203	-	101	48,165	123,756
Total segment revenue	2,380,162	2,286,861	120,923	210,791	349,277	521,487
Interest income	1,086	1,329	1,069	1,353	298	225
Interest expense	13,302	15,628	591	1,744	488	436
Depreciation and amortisation	146,187	138,889	2,785	6,167	13,164	18,470
Segment profit (loss) before income tax	371,946	374,249	6,048	(12,373)	41,526	56,886
Other material items:						
Capital expenditure	235,123	154,687	66	9	1,992	4,385
Reportable segment assets as at December 31,	1,757,393	1,695,182	As at December 31, 2017	2016	As at December 31, 2017	2016
Reportable segment liabilities as at December 31,	965,334	982,158	9,196	62,440*	144,896	188,100*
			32,664	94,011	40,806	61,712
					1,911,485	1,945,772
					1,038,804	1,137,881

* Certain reportable segment asset have been reclassified.

Reconciliations of reportable segment revenues, profit or loss and assets and liabilities were as follows:

	Unit : Thousand Baht	
	For the years ended	
	December 31,	
	2017	2016
Revenues		
Total revenue for reportable segments	2,850,362	3,019,139
Investment income	2,453	2,907
Other income	23,068	24,876
	<u>2,875,883</u>	<u>3,046,922</u>
Elimination of inter-segment revenue	(52,594)	(129,060)
Consolidated total revenue	<u>2,823,289</u>	<u>2,917,862</u>
Profit or loss		
Total profit for reportable segments	419,520	418,762
Elimination of dividends	(23,033)	(33,029)
Consolidated profit before income tax	<u>396,487</u>	<u>385,733</u>
	Unit : Thousand Baht	
	As at December 31,	
	2017	2016
Assets		
Total assets for reportable segments	1,911,485	1,945,722
Elimination of investments in subsidiaries	(208,124)	(192,471)
Elimination of inter-segment assets	(8,131)	(19,854)
	<u>1,695,230</u>	<u>1,733,397</u>
Unallocated amounts	144,050	164,949
Consolidated total assets	<u>1,839,280</u>	<u>1,898,346</u>
Liabilities		
Total liabilities for reportable segments	1,038,804	1,137,881
Elimination of inter-segment liabilities	(7,941)	(19,664)
	<u>1,030,863</u>	<u>1,118,217</u>
Unallocated amounts	16,359	67,105
Consolidated total liabilities	<u>1,047,222</u>	<u>1,185,322</u>

20. INVESTMENT INCOME

	Consolidated financial statements For the years ended December 31,		Unit : Thousand Baht Separate financial statements For the years ended December 31,	
Note	2017	2016	2017	2016
<i>Interest income</i>				
Other parties	2,453	2,907	1,086	1,329
Total	2,453	2,907	1,086	1,329

21. OTHER INCOME

	Consolidated financial statements For the years ended December 31,		Unit : Thousand Baht Separate financial statements For the years ended December 31,	
	2017	2016	2017	2016
Bad debt refunded	10,812	3,598	-	-
Gain on disposal of equipment	427	12,923	-	12,159
Subsidy income from marketing activities	3,497	2,461	3,497	2,461
Others	8,332	5,895	3,514	4,465
Total	23,068	24,877	7,011	19,085

22. EMPLOYEE BENEFIT EXPENSES

	Consolidated financial statements For the years ended December 31,		Unit : Thousand Baht Separate financial statements For the years ended December 31,	
Note	2017	2016	2017	2016
Wages, salaries and bonus	559,794	622,802	397,362	376,026
Employee benefit	22,100	23,223	10,964	10,407
Defined contribution plans	20,376	22,399	17,153	16,191
Others	57,273	65,893	44,944	45,808
Total	659,543	734,317	470,423	448,432

Defined contribution plans

The defined contribution plans comprise provident funds established by the Group for its employees. Membership to the funds is on a voluntary basis. Contributions are made monthly by the employees at rates ranging from 3% to 15% of their basic salaries and by the Group at rates ranging from 3% to 7% of the employees' basic salaries. The provident funds are registered with the Ministry of Finance as juristic entities and are managed by a licensed Fund Manager.

23. EXPENSE BY NATURE

The financial statements include an analysis of expenses by function. Expenses by nature disclosed in accordance with the requirements of various TFRSs for the years ended December 31, 2017 and 2016 were as follows:

	<i>Notes</i>	Consolidated financial statements For the years ended December 31,		Unit : Thousand Baht Separate financial statements For the years ended December 31,	
		2017	2016	2017	2016
Employee benefit expenses	22	659,543	734,317	470,423	448,432
Depreciation of plant and equipment	10	146,113	146,304	133,404	127,279
Amortisation of other intangible assets	11	16,053	17,222	12,813	11,610
Operating lease expense		181,882	176,937	159,105	143,959

24. FINANCE COSTS

		Unit : Thousand Baht			
		Consolidated financial statements For the years ended December 31,		Separate financial statements For the years ended December 31,	
	<i>Note</i>	2017	2016	2017	2016
<i>Interest expense:</i>					
Loans from financial institutions		8,350	10,885	8,350	10,884
Finance lease liabilities		182	478	178	452
Interest on provision for employee benefit	16	5,849	6,445	4,774	4,292
Total		14,381	17,808	13,302	15,628

25. INCOME TAX EXPENSE

Income tax expenses recognized in the statements of profit or loss and other comprehensive income for the years ended December 31, 2017 and 2016 were as follows:

Income tax expense recognized in the statements of profit or loss.

		Consolidated financial statements For the years ended December 31,		Unit : Thousand Baht Separate financial statements For the years ended December 31,	
	<i>Note</i>	2017	2016	2017	2016
<i>Current tax expense</i>					
Current year		72,699	79,067	66,208	68,988
(Over) under recorded income tax expense in prior year		<u>(4,540)</u>	<u>5</u>	<u>(4,540)</u>	<u>(196)</u>
		<u>68,159</u>	<u>79,072</u>	<u>61,668</u>	<u>68,792</u>
<i>Deferred tax</i>					
Movements in temporary differences	12	<u>3,054</u>	<u>756</u>	<u>(2,234)</u>	<u>283</u>
		<u>3,054</u>	<u>756</u>	<u>(2,234)</u>	<u>283</u>
Total		71,213	79,828	59,434	69,075

Income tax expense recognized in the statements of other comprehensive income for the years ended December 31, 2017 and 2016 were as follows:

Unit : Thousand Baht					
Consolidated financial statements					
For the year ended December 31, 2017			For the year ended December 31, 2016		
Before tax	Tax benefit	Net of tax	Before tax	Tax benefit	Net of Tax
Gain on remeasurements of defined benefit plan	19,183	(3,837)	15,346	-	-
Total	19,183	(3,837)	15,346	-	-

Unit : Thousand Baht					
Separate financial statements					
For the year ended December 31, 2017			For the year ended December 31, 2016		
Before tax	Tax benefit	Net of tax	Before tax	Tax benefit	Net of tax
Gain on remeasurements of defined benefit plan	15,570	(3,114)	12,456	-	-
Total	15,570	(3,114)	12,456	-	-

Reconciliation of effective tax rate

Unit : Thousand Baht				
Consolidated financial statements				
For the years ended December 31,				
	2017	2016		
	Tax Rate (%)	Amount	Tax Rate (%)	Amount
Profit before income tax expense		396,487		385,733
Income tax using applicable tax rate	20	79,297	20	77,147
Income not subject to tax		(7,187)		-
Expenses not deductible for tax purposes		3,643		2,676
(Over) under provided in prior years		(4,540)		5
Income tax expense	18	71,213	21	79,828

Unit : Thousand Baht				
Separate financial statements				
For the years ended December 31,				
	2017	2016		
	Tax Rate (%)	Amount	Tax Rate (%)	Amount
Profit before income tax expense		384,709		374,980
Income tax using the applicable tax rate	20	76,942	20	74,996
Income not subject to tax		(18,953)		(13,358)
Expenses not deductible for tax purposes		5,985		7,633
Over provided in prior years		(4,540)		(196)
Income tax expense	16	59,434	18	69,075

“Restated”

26. PROMOTIONAL PRIVILEGES

By virtue of the provisions of the Industrial Investment Promotion Act of B.E. 2520, the Company has been granted privileges by the Board of Investment relating to the provision of Data Center service. The privileges granted include exemption from payment of income tax for certain operations for a period of 8 years from the date on which the income is first derived from such operations (commencing January 2015).

As promoted companies, the Company must comply with certain terms and conditions prescribed in the promotional certificates.

The Company has only domestic revenue from promoted business for the years ended December 31, 2017 and 2016 amounting to Baht 86 million and Baht 61 million, respectively.

27. EARNINGS PER SHARE

The calculations of basic earnings per share for the years ended December 31, 2017 and 2016 were based on the profit or loss for the years attributable to ordinary shareholders of the Company and the number of ordinary shares outstanding during the years as follows:

	Consolidated financial statements For the years ended December 31,		Separate financial statements For the years ended December 31,	
	2017	2016	2017	2016
				“Restated”
	<i>(thousand Baht / thousand shares)</i>			
Profit attributable to ordinary shareholders of the Company	<u>325,274</u>	<u>305,905</u>	<u>325,274</u>	<u>305,905</u>
Number of ordinary shares outstanding	<u>594,515</u>	<u>594,515</u>	<u>594,515</u>	<u>594,515</u>
Basic earnings per share (Baht)	<u>0.55</u>	<u>0.51</u>	<u>0.55</u>	<u>0.51</u>

28. DIVIDENDS

At the Annual General Shareholders' Meeting of the Company held on March 28, 2016, the shareholders approved the appropriation of dividend of Baht 0.20 per share, amounting to Baht 119 million. The dividend was paid to shareholders on April 22, 2016.

At the Board of Directors Meeting of the Company held on August 8, 2016, the directors approved the appropriation of interim dividend of Baht 0.22 per share, amounting to Baht 131 million. The dividend was paid to shareholders on September 6, 2016.

At the Annual General Shareholders' Meeting of the Company held on March 28, 2017, the shareholders approved the appropriation of dividend of Baht 0.22 per share, amounting to Baht 131 million. The dividend was paid to shareholders on April 25, 2017.

At the Board of Directors Meeting of the Company held on August 3, 2017, the directors approved the appropriation of interim dividend of Baht 0.22 per share, amounting to Baht 131 million. The dividend was paid to shareholders on August 31, 2017.

29. FINANCIAL INSTRUMENTS

Financial risk management policies

The Group is exposed to normal business risks from changes in interest rates and currency exchange rates and from non-performance of contractual obligations by counterparties. The Group does not hold or use derivative financial instruments for speculative or trading purposes.

Risk management is integral to the whole business of the Group. The Group has a system of controls in place to create an acceptable balance between the cost of risks occurring and the cost of managing the risks. The management continually monitors the Group's risk management process to ensure that an appropriate balance between risk and control is achieved.

Capital management

The primary objective of the Company's capital management is to provide good returns to shareholders and benefits to other stakeholders and to maintain an optimal capital structure in order to support an asset management plan and new investment opportunities which will create value and strengthen the financial position for the whole group.

Interest rate risk

Interest rate risk is the risk that future movements in market interest rates will affect the results of the Group's operations and its cash flows because loan interest rates are mainly fixed. The Group is primarily exposed to interest rate risk from its borrowings (see Note 13).

The effective interest rates of loans as at December 31, 2017 and 2016 and the periods in which the borrowings mature or re-price were as follows:

Unit : Thousand Baht				
Consolidated financial statements				
As at December 31, 2017				
	Effective interest rate (%)	Within 1 year	After 1 year but within 5 years	Total
<i>Current liabilities</i>				
Borrowing payable from financial institution	1.84 - 4.70	310,000	-	310,000
<i>Non-current liabilities</i>				
Borrowing payable from financial institution	-	-	-	-
Total		310,000	-	310,000

Unit : Thousand Baht				
Consolidated financial statements				
As at December 31, 2016				
	Effective interest rate (%)	Within 1 year	After 1 year but within 5 years	Total
<i>Current liabilities</i>				
Borrowing payable from financial institution	1.87 - 4.50	290,000	-	290,000
<i>Non-current liabilities</i>				
Borrowing payable from financial institution	4.50	-	60,000	60,000
Total		290,000	60,000	350,000

Unit : Thousand Baht				
Separate financial statements				
As at December 31, 2017				
	Effective interest rate (%)	Within 1 year	After 1 year but within 5 years	Total
<i>Current liabilities</i>				
Borrowing payable from financial institution	1.84 - 4.70	310,000	-	310,000
<i>Non-current liabilities</i>				
Borrowing payable from financial institution	-	-	-	-
Total		310,000	-	310,000

Unit : Thousand Baht				
Separate financial statements				
As at December 31, 2016				
	Effective interest rate (%)	Within 1 year	After 1 year but within 5 years	Total
<i>Current liabilities</i>				
Borrowing payable from financial institution	1.87 - 4.50	290,000	-	290,000
<i>Non-current liabilities</i>				
Borrowing payable from financial institution	4.50	-	60,000	60,000
Total		290,000	60,000	350,000

Foreign currency risk

The Group is exposed to foreign currency risk relating to purchases and sales which are denominated in foreign currencies. The Group primarily utilises forward exchange contracts with maturities of less than one year to hedge such financial assets and liabilities denominated in foreign currencies.

Credit risk

Credit risk is the potential financial loss resulting from the failure of a customer or counterparty to settle its financial and contractual obligations to the Group as and when they fall due.

The Group has no significant concentrations of credit risks. The Group has policies in place to ensure that sales of products and services are made to customers with an appropriate credit history. Derivative counterparties and cash transactions are limited to high quality financial institutions.

Liquidity risk

The Group monitors its liquidity risk and maintains a level of cash and cash equivalents deemed adequate by management to finance the Group's operations and to mitigate the effects of fluctuations in cash flows.

Fair values of financial assets and liabilities

Fair values of financial assets and liabilities, together with the carrying values shown in the consolidated and separate statement of financial position as at December 31, 2017 and 2016 were as follows:

					Unit : Thousand Baht
					Consolidated financial statements
					As at December 31, 2017
	Carrying amount	Fair value			Total
		Level 1	Level 2	Level 3	
Short-term borrowing from financial institution	250,000	-	-	246,637	246,637
Long-term borrowing from financial institution	60,000	-	-	58,385	58,385

Unit : Thousand Baht					
Consolidated financial statements					
As at December 31, 2016					
	Carrying amount	Fair value			Total
		Level 1	Level 2	Level 3	
Short-term borrowing from financial institution	230,000	-	-	226,855	226,855
Long-term borrowing from financial institution	120,000	-	-	114,139	114,139

Unit : Thousand Baht					
Separated financial statements					
As at December 31, 2017					
	Carrying amount	Fair value			Total
		Level 1	Level 2	Level 3	
Short-term borrowing from financial institution	250,000	-	-	246,637	246,637
Long-term borrowing from financial institution	60,000	-	-	58,385	58,385

Unit : Thousand Baht					
Separated financial statements					
As at December 31, 2016					
	Carrying amount	Fair value			Total
		Level 1	Level 2	Level 3	
Short-term borrowing from financial institution	230,000	-	-	226,855	226,855
Long-term borrowing from financial institution	120,000	-	-	114,139	114,139

Financial instruments carried at fair value

Fair value hierarchy

The table above analyses recurring fair value measurements for financial assets. These fair value measurements are categorised into different levels in the fair value hierarchy based on the inputs to valuation techniques used. The different levels are defined as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group can access at the measurement date.
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3: unobservable inputs for the asset or liability.

The Group determines Level 3 fair values for borrowing from financial institutions using discounted cash flows based on the average of Minimum Loan Rate (“MLR”) from Bank of Thailand minus 2% per annum.

Financial instruments not measured at fair value

Type	Valuation technique	Significant unobservable inputs
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Other financial liabilities	Discounted cash flows	Not applicable
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Other financial liabilities include finance lease liabilities.

30. COMMITMENTS WITH NON-RELATED PARTIES

	Consolidated financial statements As at December 31,		Unit : Thousand Baht Separate financial statements As at December 31,	
	2017	2016	2017	2016
<i>Capital commitments</i>				
Contracted but not provided for:				
Buildings and other constructions	-	22,325	-	22,325
Total	-	22,325	-	22,325
<i>Non-cancellable operating lease Commitments</i>				
Within one year	24,990	47,785	19,189	38,378
After one year but within five years	1,098	26,780	-	19,189
Total	26,088	74,565	19,189	57,567
<i>Other commitments</i>				
Bank guarantees	27,163	27,036	24,163	24,036
Total	27,163	27,036	24,163	24,036

31. LITIGATION

A customer filed a lawsuit against the Company in respect of an alleged service default on an agreement seeking damages amounting to Baht 8 million. On March 30, 2016, the Administrative Court had ordered the Company to make a compensation amounting to Baht 2 million with interest. On April 29, 2016, the Company appealed the decision of the Administrative Court to the Supreme Administrative Court. However, the Company recorded provision for such loss from this case with interest totaling of Baht 3 million which was presented as other payables in the consolidated and separate statements of financial position as at December 31, 2017.

32. RECLASSIFICATION

Certain reclassifications have been made in the consolidated and separate statement of financial position as at December 31, 2016 to confirm to the classifications used in the consolidated and separate financial statement as at December 31, 2017 as follow:

	Before Reclassification	Reclassification	Unit : Thousand Baht After Reclassification
Consolidated statements of financial position			
Assets			
Trade receivables and accrued income	357,133	(357,133)	-
Trade receivables	-	357,133	357,133
Other receivable	131,074	(9,898)	121,176
Current tax asset	-	9,898	9,898
Liabilities			
Employee benefit obligation	186,593	(186,593)	-
Provision for employee benefit	-	186,593	186,593
Separate statements of financial position			
Assets			
Trade receivables and accrued income	241,570	(241,570)	-
Trade receivables	-	241,570	241,570
Liabilities			
Employee benefit obligation	136,754	(136,754)	-
Provision for employee benefit	-	136,754	136,754

33. APPROVAL OF THE FINANCIAL STATEMENTS

The financial statements were authorized for issue on January 29, 2018 by the Board of Directors of the Company.



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