

ASIA AVIATION PUBLIC COMPANY LIMITED

**INTERIM CONSOLIDATED AND COMPANY
FINANCIAL INFORMATION
(UNAUDITED)**

31 MARCH 2015



AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the Shareholders and the Board of Directors of Asia Aviation Public Company Limited

I have reviewed the accompanying consolidated and company statements of financial position as at 31 March 2015, the related consolidated and company statements of comprehensive income, changes in shareholders' equity, and cash flows for the three-month period then ended, and condensed notes to interim financial information of Asia Aviation Public Company Limited and its subsidiaries, and of Asia Aviation Public Company Limited, respectively. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, "Review of interim financial information performed by the independent auditor of the entity". A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

A handwritten signature in blue ink, appearing to read 'Chanchai Chaiprasit', is written over a faint, illegible stamp.

Chanchai Chaiprasit
Certified Public Accountant (Thailand) No. 3760
PricewaterhouseCoopers ABAS Ltd.

Bangkok
12 May 2015

Asia Aviation Public Company Limited
Statement of Financial Position
As at 31 March 2015

	Notes	Consolidated		Company	
		Unaudited 31 March 2015 Baht	Audited 31 December 2014 Baht	Unaudited 31 March 2015 Baht	Audited 31 December 2014 Baht
Assets					
Current assets					
Cash and cash equivalents		4,650,829,542	4,789,064,903	698,106	5,632,235
Cash at financial institutions pledged as security		4,575,938	6,109,410	-	-
Short-term investments		1,526,431,633	1,492,718,615	-	-
Current portion of long-term investments		779,265,000	-	-	-
Investments in private funds		-	10,480,236	-	-
Trade and other receivables, net	5	605,897,880	631,014,664	-	-
Amounts due from related parties	11.4	277,140,602	68,162,932	6,687,500	-
Inventories		105,943,522	96,845,864	-	-
Prepaid expenses		536,557,944	270,989,534	673,543	967,691
Value added tax receivable		72,700,016	86,822,474	-	-
Other current assets		47,907,155	40,339,352	1,013,810	901,695
Total current assets		8,607,249,232	7,492,547,984	9,072,959	7,501,621
Non-current assets					
Cash at financial institutions pledged as security		420,435,415	171,192,685	-	-
Long-term investments		12,128,100	1,299,268,100	-	-
Investment in an associate	6	2,409,725	-	-	-
Investment in a subsidiary	6	-	-	3,067,114,370	3,067,114,370
Aircraft, leasehold improvements and equipment, net	7	18,586,252,028	16,033,305,083	20,640	24
Intangible assets, net	7	14,868,074,858	14,867,983,340	1	1
Goodwill		8,824,825,803	8,824,825,803	-	-
Deferred tax assets		-	-	1,796,014	2,201,186
Other non-current assets		865,910,723	812,677,583	-	-
Total non-current assets		43,580,036,652	42,009,252,594	3,068,931,025	3,069,315,581
Total assets		52,187,285,884	49,501,800,578	3,078,003,984	3,076,817,202

The accompanying notes are an integral part of these interim financial information.

Asia Aviation Public Company Limited
Statement of Financial Position (Cont'd)
As at 31 March 2015

	Notes	Consolidated		Company	
		Unaudited 31 March 2015 Baht	Audited 31 December 2014 Baht	Unaudited 31 March 2015 Baht	Audited 31 December 2014 Baht
Liabilities and shareholders' equity					
Current liabilities					
Trade accounts payable		328,772,448	175,170,833	-	-
Other accounts payable		127,176,943	192,155,392	-	-
Amounts due to related parties	11.5	766,080,805	472,709,254	-	-
Deferred revenues		4,136,680,419	4,629,227,573	-	-
Accrued expenses		1,235,632,877	1,372,431,680	1,300,000	1,000,000
Current portion of finance lease liabilities	8	1,120,063,672	959,006,292	-	-
Other current liabilities		27,642,960	64,050,869	1,990,055	2,723,961
Total current liabilities		7,742,050,124	7,864,751,893	3,290,055	3,723,961
Non-current liabilities					
Finance lease liabilities	8	12,809,234,475	11,117,961,859	-	-
Deferred tax liabilities, net		3,531,923,025	3,345,639,796	-	-
Employee benefit obligations		168,092,564	157,547,925	-	-
Total non-current liabilities		16,509,250,064	14,621,149,580	-	-
Total liabilities		24,251,300,188	22,485,901,473	3,290,055	3,723,961

The accompanying notes are an integral part of these interim financial information.

Asia Aviation Public Company Limited
Statement of Financial Position (Cont'd)
As at 31 March 2015

	Consolidated		Company	
	Unaudited 31 March 2015 Baht	Audited 31 December 2014 Baht	Unaudited 31 March 2015 Baht	Audited 31 December 2014 Baht
Liabilities and shareholders' equity (Cont'd)				
Shareholders' equity				
Share capital				
Authorised share capital				
Ordinary shares, 4,850,000,000 shares of par Baht 0.1 each	485,000,000	485,000,000	485,000,000	485,000,000
Issued and paid-up share capital				
Ordinary shares, 4,850,000,000 shares of paid-up Baht 0.1 each	485,000,000	485,000,000	485,000,000	485,000,000
Premium on share capital	2,599,808,274	2,599,808,274	2,599,808,274	2,599,808,274
Retained earnings (Deficits)	16,955,815,621	16,449,402,593	(10,094,345)	(11,715,033)
Equity attributable to owners of the parent	20,040,623,895	19,534,210,867	3,074,713,929	3,073,093,241
Non-controlling interests	7,895,361,801	7,481,688,238	-	-
Total shareholders' equity	27,935,985,696	27,015,899,105	3,074,713,929	3,073,093,241
Total liabilities and shareholders' equity	52,187,285,884	49,501,800,578	3,078,003,984	3,076,817,202

The accompanying notes are an integral part of these interim financial information.

Asia Aviation Public Company Limited
Statement of Comprehensive Income
For the three-month period ended 31 March 2015

	Notes	Consolidated		Company	
		Unaudited 2015 Baht	Unaudited 2014 Baht	Unaudited 2015 Baht	Unaudited 2014 Baht
Revenues from sales and services		7,734,176,132	6,459,874,266	6,250,000	6,250,000
Cost of sales of goods and services		(6,155,952,798)	(5,865,656,314)	-	-
Gross profit		1,578,223,334	594,217,952	6,250,000	6,250,000
Net gain on exchange rates		14,690,891	-	-	-
Other income		198,320,593	173,635,744	-	-
Profit before expenses		1,791,234,818	767,853,696	6,250,000	6,250,000
Selling expenses		(370,979,028)	(218,551,671)	-	-
Administrative expenses		(205,662,117)	(169,393,485)	(4,224,140)	(2,571,691)
Net loss on exchange rates		-	(16,583,861)	-	(8,172)
Profit before finance costs, share of loss from investment in an associate and income tax		1,214,593,673	363,324,679	2,025,860	3,670,137
Finance costs		(108,133,580)	(53,970,581)	-	-
Profit before share of loss from investment in an associate and income tax		1,106,460,093	309,354,098	2,025,860	3,670,137
Share of loss from investment in an associate		(90,275)	-	-	-
Profit before income tax		1,106,369,818	309,354,098	2,025,860	3,670,137
Income tax	9	(186,283,227)	(62,410,613)	(405,172)	3,332,946
Net profit for the period		920,086,591	246,943,485	1,620,688	7,003,083
Total comprehensive income for the period		920,086,591	246,943,485	1,620,688	7,003,083
Net profit for the period attributable to:					
Owners of the parent		506,413,028	138,970,304	1,620,688	7,003,083
Non-controlling interests		413,673,563	107,973,181	-	-
		920,086,591	246,943,485	1,620,688	7,003,083
Earnings per share					
Basic earnings per share	10	0.1044	0.0287	0.0003	0.0014

The accompanying notes are an integral part of these interim financial information.

Asia Aviation Public Company Limited
Statement of Changes in Shareholders' Equity
For the three-month period ended 31 March 2015

	Consolidated					Total shareholders' equity Baht
	Attributable to owners of the parent				Non- controlling interests Baht	
	Issued and paid-up share capital Baht	Premium on share capital Baht	Retained earnings Baht	Total owners of the parent Baht		
Opening balance as at 1 January 2014 (Audited)	485,000,000	2,599,808,274	16,261,079,344	19,345,887,618	7,329,390,832	26,675,278,450
Total comprehensive income for the period	-	-	138,970,304	138,970,304	107,973,181	246,943,485
Closing balance as at 31 March 2014 (Unaudited)	<u>485,000,000</u>	<u>2,599,808,274</u>	<u>16,400,049,648</u>	<u>19,484,857,922</u>	<u>7,437,364,013</u>	<u>26,922,221,935</u>
Opening balance as at 1 January 2015 (Audited)	485,000,000	2,599,808,274	16,449,402,593	19,534,210,867	7,481,688,238	27,015,899,105
Total comprehensive income for the period	-	-	506,413,028	506,413,028	413,673,563	920,086,591
Closing balance as at 31 March 2015 (Unaudited)	<u>485,000,000</u>	<u>2,599,808,274</u>	<u>16,955,815,621</u>	<u>20,040,623,895</u>	<u>7,895,361,801</u>	<u>27,935,985,696</u>

The accompanying notes are an integral part of these interim financial information.

Asia Aviation Public Company Limited
Statement of Changes in Shareholders' Equity (Cont'd)
For the three-month period ended 31 March 2015

	Company			Total Baht
	Issued and paid-up share capital Baht	Premium on share capital Bath	Deficits Baht	
	Opening balance as at 1 January 2014 (Audited)	485,000,000	2,599,808,274	
Total comprehensive income for the period	-	-	7,003,083	7,003,083
Closing balance as at 31 March 2014 (Unaudited)	<u>485,000,000</u>	<u>2,599,808,274</u>	<u>(16,242,071)</u>	<u>3,068,566,203</u>
Opening balance as at 1 January 2015 (Audited)	485,000,000	2,599,808,274	(11,715,033)	3,073,093,241
Total comprehensive income for the period	-	-	1,620,688	1,620,688
Closing balance as at 31 March 2015 (Unaudited)	<u>485,000,000</u>	<u>2,599,808,274</u>	<u>(10,094,345)</u>	<u>3,074,713,929</u>

The accompanying notes are an integral part of these interim financial information.

Asia Aviation Public Company Limited

Statement of Cash Flows

For the three-month period ended 31 March 2015

	Note	Consolidated		Company	
		Unaudited 2015 Baht	Unaudited 2014 Baht	Unaudited 2015 Baht	Unaudited 2014 Baht
Cash flows from operating activities					
Profit before income tax		1,106,369,818	309,354,098	2,025,860	3,670,137
Adjustments for:					
Depreciation	7	273,278,830	172,687,164	884	-
Amortisation	7	1,329,048	1,298,672	-	-
Amortisation of prepaid expenses		53,419,042	18,504,692	528,069	598,685
(Gain) loss on disposals of leasehold improvements and equipment		1,029,533	(213,899)	-	-
Employee benefit expenses		10,544,639	9,058,879	-	-
Net (gain) loss on exchange rates		(9,534,079)	(54,110,126)	-	8,172
Net gain on fair value adjustment in investments in private funds		(27,192)	(10,068,189)	-	-
Share of loss from investment in an associate		90,275	-	-	-
Finance costs		108,133,580	53,970,581	-	-
Interest income		(23,715,575)	(46,176,728)	-	-
		1,520,917,919	454,305,144	2,554,813	4,276,994
Changes in operating assets and liabilities:					
- Trade and other receivables		(26,848,024)	(179,083,338)	-	-
- Amounts due from related parties		(208,172,575)	(202,267,917)	(6,687,500)	(6,250,000)
- Inventories		(9,097,655)	(1,898,216)	-	-
- Prepaid expenses		(318,987,452)	(103,586,393)	(233,921)	(223,149)
- Value added tax receivable		14,122,458	(49,003,592)	-	-
- Other current assets		(5,143,284)	(7,567,074)	(112,115)	-
- Other non-current assets		(53,233,140)	18,325,086	-	-
- Trade accounts payable		153,601,615	110,827,047	-	-
- Other accounts payable		(64,978,446)	16,904,603	-	-
- Amounts due to related parties		293,371,551	(78,059,120)	-	-
- Deferred revenues		(492,547,154)	(294,595,473)	-	-
- Accrued expenses		(124,315,680)	(247,835,404)	300,000	255,624
- Other current liabilities		(36,407,910)	41,283,125	(733,906)	(27,893)
Cash generated from (used in) operating activities		642,282,223	(522,251,522)	(4,912,629)	(1,968,424)
Income tax paid		(2,424,519)	(1,665,361)	-	-
Interest received		2,794,521	4,543,531	-	-
Net cash generated from (used in) operating activities		642,652,225	(519,373,352)	(4,912,629)	(1,968,424)

The accompanying notes are an integral part of these interim financial information.

Asia Aviation Public Company Limited
Statement of Cash Flows (Cont'd)
For the three-month period ended 31 March 2015

	Consolidated		Company	
	Unaudited	Unaudited	Unaudited	Unaudited
	2015	2014	2015	2014
Note	Baht	Baht	Baht	Baht
Cash flows from investing activities				
Decrease (increase) in cash at financial institutions pledged as security	(247,709,258)	8,736,023	-	-
Decrease (increase) in short-term investments	(33,713,018)	677,629,061	-	-
Decrease in investments in private funds	10,507,428	-	-	-
Decrease in long-term investments	500,000,000	26,725,000	-	-
Increase in investment in an associate	(2,500,000)	-	-	-
Proceeds from disposals of leasehold improvements and equipment	413,648	294,987	-	-
Payments for aircraft, leasehold improvements and equipment	(689,019,964)	(347,407,500)	(21,500)	-
Payments for intangible assets	7 (1,420,566)	(3,632,087)	-	-
Interest received	71,946,898	52,625,855	-	-
Net cash generated from (used in) investing activities	(391,494,832)	414,971,339	(21,500)	-
Cash flows from financing activities				
Repayments of finance leases	(222,987,170)	(135,022,530)	-	-
Interest paid	(109,136,136)	(59,697,340)	-	-
Net cash used in financing activities	(332,123,306)	(194,719,870)	-	-
Net decrease in cash and cash equivalents				
	(80,965,913)	(299,121,883)	(4,934,129)	(1,968,424)
Cash and cash equivalents at the beginning of the period	4,789,064,903	1,958,637,392	5,632,235	2,082,971
Exchange loss on cash and cash equivalents	(57,269,448)	(4,609,797)	-	(8,172)
Cash and cash equivalents at the end of the period	4,650,829,542	1,654,905,712	698,106	106,375

Non-cash transactions

Significant non-cash transactions during the three-month periods ended 31 March 2015 and 2014 are as follows:

Purchases of aircraft spare parts which have not been paid	22,115,047	9,593,745	-	-
Purchases of aircraft under finance lease agreements	2,150,129,562	1,080,751,638	-	-

The accompanying notes are an integral part of these interim financial information.

1 General information

Asia Aviation Public Company Limited (“the Company”) is a public company and incorporated in Thailand. The address of the Company’s registered office is as follows:

222, Don Mueang International Airport, 3rd floor, Central Office Building, Room no. 3200, Vibhavadee Rangsit Road, Sanam Bin district, Don Mueang, Bangkok, 10210.

The Company’s ordinary shares are listed on the Stock Exchange of Thailand. For reporting purposes, the Company and its subsidiaries are referred to as “the Group”.

The principal business operations of the Company and its subsidiary are summarised below:

The Company’s principal business operation is to invest in low-fare airline business company which is Thai AirAsia Company Limited. The Company’s shareholding interest is 55% (2014: 55%).

The subsidiary, Thai AirAsia Company Limited, principally provides low-fare airline services.

These interim consolidated and company financial information were approved by the Board of Directors on 12 May 2015.

These interim consolidated and company financial information have been reviewed, not audited.

2 Accounting policies

2.1 Basis of preparation

These interim consolidated and company financial information were prepared in accordance with Thai Generally Accepted Accounting Principles under the Accounting Act B.E. 2543, being those Thai Accounting Standards issued under the Accounting Professions Act B.E. 2547, and the financial reporting requirements of the Securities and Exchange Commission. The primary financial information (i.e. statement of financial position, statements of comprehensive income, changes in shareholders’ equity and cash flows) are prepared in the full format as required by the Securities and Exchange Commission. The notes to the financial information are prepared in a condensed format according to Thai Accounting Standard 34 (revised 2014), “Interim Financial Reporting” and additional notes are presented as required by the Securities and Exchange Commission under the Securities and Exchange Act.

The interim financial information should be read in conjunction with the consolidated and company financial statements for the year ended 31 December 2014.

An English version of the interim consolidated and company financial information has been prepared from the interim financial information that is in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial information shall prevail.

The accounting policies used in the preparation of the interim financial information are consistent with those used in the consolidated and company financial statements for the year ended 31 December 2014.

Costs that are incurred unevenly during the financial year are anticipated or deferred in the interim report only if it would also be appropriate to anticipate or defer such costs at the end of the financial year.

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual profit or loss.

2 Accounting policies (Cont'd)

2.2 New financial reporting standards and revised accounting standards

New financial reporting standards and revised accounting standards, which are expected to have significant change effective on 1 January 2015 and are relevant to the Group, are as follows:

TAS 1 (revised 2014)	Presentation of financial statements
TAS 16 (revised 2014)	Property, plant and equipment
TAS 19 (revised 2014)	Employee benefits
TAS 27 (revised 2014)	Separate financial statements
TAS 28 (revised 2014)	Investments in associates and joint ventures
TAS 34 (revised 2014)	Interim financial reporting
TFRS 10	Consolidated financial statements
TFRS 13	Fair value measurement

TAS 1 (revised 2014), the main change is that a requirement for entities to group items presented in 'other comprehensive income' (OCI) on the basis of whether they are potentially reclassifiable to profit or loss subsequently (reclassification adjustments). The amendments do not address which items are presented in OCI.

TAS 16 (revised 2014) indicates that spare part, stand-by equipment and servicing equipment are recognised as PPE when they meet the definition of PPE. Otherwise, such items are classified as inventory. This standard has no impact to the Group.

TAS 19 (revised 2014), the key changes are (a) actuarial gains and losses are renamed 'remeasurements' and will be recognised immediately in 'other comprehensive income' (OCI). Actuarial gains and losses will no longer be deferred using the corridor approach or recognised in profit or loss; and (b) past-service costs will be recognised in the period of a plan amendment; unvested benefits will no longer be spread over a future-service period. This standard has no impact to the Group.

TAS 27 (revised 2014) provides the requirements relating to separate financial statements.

TAS 28 (revised 2014) provide the requirements for investment in associates and joint ventures accounted by equity method.

TAS 34 (revised 2014), the key change is the disclosure requirements for operating segment. An entity shall disclose information of a measure of total assets and liabilities for a particular reportable segment if such amounts are regularly provided to the chief operating decision maker and if there has been a material change from the amount disclosed in the last annual financial statements for that reportable segment.

TFRS 10 has a single definition of control and supersedes the principles of control and consolidation included within the original TAS 27, 'Consolidated and separate financial statements'. The standard sets out the requirements for when an entity should prepare consolidated financial statements, defines the principles of control, explains how to apply the principles of control and explains the accounting requirements for preparing consolidated financial statements. The key principle in the new standard is that control exists, and consolidation is required, only if the investor possesses power over the investee, has exposure to variable returns from its involvement with the investee and has the ability to use its power over the investee to affect its returns. This standard has no impact to the Group.

2 Accounting policies (Cont'd)

2.2 New financial reporting standards, revised accounting standards, and related interpretations

New financial reporting standards and revised accounting standards, which are expected to have significant change effective on 1 January 2015 and are relevant to the Group, are as follows: (Cont'd)

TFRS 13 aims to improve consistency and reduce complexity by providing a precise definition of fair value and a single source of fair value measurement and disclosure requirements for use across TFRSs. This standard has no impact to the Group, except for disclosures.

The Group's management has assessed and determined that the new financial reporting standards and revised accounting standards do not have impact to the consolidated and company financial information being presented.

2.3 Revised accounting policies

2.3.1 Investment in an associate

On 17 March 2015, Thai AirAsia Co., Ltd., a subsidiary acquired 50% shareholding of Technology Asia Pacific Company Limited. The acquisition comprises 2,000,000 capital shares at the par value of Baht 5.00 per share, totalling Baht 10 million. As of 31 March 2015, the subsidiary paid up 25% or equivalent to Baht 2.50 million.

Associates are all entities over which the Group has significant influence but not control, generally accompanying a shareholding of between 20% and 50% of the voting rights. Investments in associates are accounted for using the equity method of accounting and are initially recognised at cost. The Group's investment in associates includes goodwill identified on acquisition, net of any accumulated impairment loss.

The Group's share of its associates' post-acquisition profits or losses is recognised in the profit or loss, and its share of post-acquisition movements in other comprehensive income is recognised in other comprehensive income. The cumulative post-acquisition movements are adjusted against the carrying amount of the investment. When the Group's share of losses in an associate equals or exceeds its interest in the associate, including any other unsecured receivables, the Group does not recognise further losses, unless it has incurred obligations or made payments on behalf of the associate.

Unrealised gains on transactions between the Group and its associates are eliminated to the extent of the Group's interest in the associates. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred.

Accounting policies of associates have been changed where necessary to ensure consistency with the policies adopted by the Group. Dilution gains and losses arising in investments in associates are recognised in the profit or loss.

In the Company's separate financial statements, investments in associates are accounted for using the cost method.

A list of the Group's principal associate is set out in Note 6.

2 Accounting policies (Cont'd)

2.3 Revised accounting policies (Cont'd)

2.3.2 Investment in a subsidiary

The accounting policies for investment in a subsidiary used in the interim financial information are consistent with those used in the financial statements for the year ended 31 December 2014, except revise by the TFRS 10 as follows:

The Group prepares consolidated financial statements by consolidating the financial statements of entities under the Group's control, regardless of the nature of involvement with the Group. The Group controls an entity if and only if the Group has all the following:

- Power over the entity
- Exposure, or rights, to variable returns from the involvement with the entity
- The ability to use the power over the entity to affect the amount of the Group's returns

At present, the Group has controls over a subsidiary, so there is no effect of the revised accounting policies to the consolidated financial information.

3 Estimates

The preparation of interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim financial information, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated and company financial statements for the year ended 31 December 2014.

Asia Aviation Public Company Limited
Condensed Notes to Interim Financial Information
For the three-month period ended 31 March 2015

4 Segment information

Financial information by business segments

	Consolidated				
	For the three-month period ended 31 March 2015 (Unaudited)				
	Scheduled flight operations Baht	Charter flight operations Baht	Other business Baht	Elimination Baht	Total Baht
Revenues from sales and services	7,231,744,303	502,431,829	6,250,000	(6,250,000)	7,734,176,132
Profit from operation	899,853,324	104,980,862	2,025,860	-	1,006,860,046
Unallocated costs					(5,277,857)
Net gain on exchange rates					14,690,891
Other income					198,320,593
Finance costs					(108,133,580)
Profit before share of loss from investment in an associate and income tax					1,106,460,093
Share of loss from investment in an associate					(90,275)
Income tax					(186,283,227)
Net profit for the period					920,086,591
Consolidated total assets					52,187,285,884

	Consolidated				
	For the three-month period ended 31 March 2014 (Unaudited)				
	Scheduled flight operations Baht	Charter flight operations Baht	Other business Baht	Elimination Baht	Total Baht
Revenues from sales and services	6,271,555,995	188,318,271	6,250,000	(6,250,000)	6,459,874,266
Profit from operation	178,037,510	30,450,480	3,678,309	-	212,166,299
Unallocated costs					(5,893,503)
Other income					173,635,744
Net loss on exchange rates					(16,583,861)
Finance costs					(53,970,581)
Profit before income tax					309,354,098
Income tax					(62,410,613)
Net profit for the period					246,943,485
Consolidated total assets					45,680,131,129

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The chief operating decision-maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Board of Directors that make strategic decisions.

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4 Segment information (Cont'd)

The operations of the Group's reporting segments are described as follows:

- Scheduled flight operations: The Group provides passenger air transportation services to routine destinations based on scheduled flights. The Group sells tickets through its distribution channels such as website, sale counters and travel agents etc.
- Charter flight operations: The Group provides passenger air transportation services to non-routine destinations. Flights are operated when there is a hiring from customers who normally are tourist agency companies.

Performance of each operating segment is measured by profit or loss from operation which is using the same basis that the Group measures its profit or loss from operation in the financial information. Net gain (loss) on exchange rates, other income, finance costs, share of gain (loss) from investment in an associate and income tax are not allocated to each reporting segment.

The Group's total assets are joint assets that are used among segments. Hence, they are not allocated to each reporting segment.

5 Trade and other receivables, net

	Consolidated		Company	
	Unaudited 31 March 2015 Baht	Audited 31 December 2014 Baht	Unaudited 31 March 2015 Baht	Audited 31 December 2014 Baht
Trade accounts receivable	247,151,360	255,647,615	-	-
<u>Less</u> Allowance for doubtful account	-	-	-	-
Trade accounts receivable, net	247,151,360	255,647,615	-	-
Accrued airport incentive	270,535,871	253,027,273	-	-
Accrued income	77,876,039	111,865,263	-	-
Other accounts receivable	10,334,610	10,474,513	-	-
Total trade and other receivables, net	<u>605,897,880</u>	<u>631,014,664</u>	<u>-</u>	<u>-</u>

Outstanding trade accounts receivable can be analysed by age as follows:

	Consolidated		Company	
	Unaudited 31 March 2015 Baht	Audited 31 December 2014 Baht	Unaudited 31 March 2015 Baht	Audited 31 December 2014 Baht
Up to 3 months	223,800,970	216,357,455	-	-
3 - 6 months	6,665,656	3,881,108	-	-
6 - 12 months	2,171,889	12,291,770	-	-
Over 12 months	14,512,845	23,117,282	-	-
Total trade accounts receivable	247,151,360	255,647,615	-	-
<u>Less</u> Allowance for doubtful account	-	-	-	-
Total trade accounts receivable, net	<u>247,151,360</u>	<u>255,647,615</u>	<u>-</u>	<u>-</u>

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6 Investments in a subsidiary and an associate

The investments of the Group are as follows:

	Country of incorporation	Percentage of Shareholding and voting right		Consolidated Equity method		Company Cost method	
		Unaudited 31 March 2015	Audited 31 December 2014	Unaudited 31 March 2015	Audited 31 December 2014	Unaudited 31 March 2015	Audited 31 December 2014
		Percent	Percent	Baht	Baht	Baht	Baht
A Subsidiary							
Thai AirAsia Co., Ltd.	Thai	55.00	55.00	-	-	3,067,114,370	3,067,114,370
An Associate							
Technology Asia Pacific Co., Ltd.	Thai	50.00	-	2,409,725	-	-	-

On 17 March 2015, Thai AirAsia Co., Ltd., a subsidiary acquired 50% shareholding of Technology Asia Pacific Company Limited. The acquisition comprises 2,000,000 capital shares at the par value of Baht 5.00 per share, totalling Baht 10 million. As of 31 March 2015, the subsidiary paid up 25% or equivalent to Baht 2.50 million.

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7 Aircraft, leasehold improvements, equipment and intangible assets, net

	Consolidated				Company	
	Aircraft, leasehold improvements and equipment Baht	Intangible assets			Leasehold improvements and equipment Baht	Computer software Baht
Computer software and computer software under installation Baht		Landing rights Baht	Total Baht			
For the three-month period ended 31 March 2015						
Opening net book amount (Audited)	16,033,305,083	11,983,340	14,856,000,000	14,867,983,340	24	1
Additions	2,827,668,956	1,420,566	-	1,420,566	21,500	-
Disposals, net	(1,443,181)	-	-	-	-	-
Depreciation/amortisation	(273,278,830)	(1,329,048)	-	(1,329,048)	(884)	-
Closing net book amount (Unaudited)	<u>18,586,252,028</u>	<u>12,074,858</u>	<u>14,856,000,000</u>	<u>14,868,074,858</u>	<u>20,640</u>	<u>1</u>

Significant additions in consolidated financial information for the three-month period ended 31 March 2015 are aircraft acquired under finance leases of Baht 2,746.78 million.

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8 Finance lease liabilities

Minimum lease payments under finance lease liabilities are as follows:

	Consolidated		Company	
	Unaudited 31 March 2015 Baht	Audited 31 December 2014 Baht	Unaudited 31 March 2015 Baht	Audited 31 December 2014 Baht
Within 1 year	1,570,879,116	1,365,914,441	-	-
Later than 1 year but not later than 5 years	6,263,020,714	5,451,922,249	-	-
Later than 5 years	8,815,329,433	7,737,871,073	-	-
<u>Less</u> Future finance charges on finance leases	(2,719,931,116)	(2,478,739,612)	-	-
	13,929,298,147	12,076,968,151	-	-
Representing lease liabilities:				
- Current portion	1,120,063,672	959,006,292	-	-
- Non-current portion	12,809,234,475	11,117,961,859	-	-
	13,929,298,147	12,076,968,151	-	-

The present value of finance lease liabilities is as follows:

	Consolidated		Company	
	Unaudited 31 March 2015 Baht	Audited 31 December 2014 Baht	Unaudited 31 March 2015 Baht	Audited 31 December 2014 Baht
Within 1 year	1,540,242,728	1,338,730,452	-	-
Later than 1 year but not later than 5 years	5,637,687,823	4,889,550,263	-	-
Later than 5 years	6,751,367,596	5,848,687,436	-	-
	13,929,298,147	12,076,968,151	-	-

During the quarter ended 31 March 2015, the Group entered into two Aircraft Finance Lease Agreements. The lease period of each Aircraft is 12 years, with a purchase option from the lessor at the end of the lease period.

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9 Income tax

	Consolidated		Company	
	For the three-month periods ended 31 March (Unaudited)			
	2015	2014	2015	2014
	Baht	Baht	Baht	Baht
Current tax:				
Current tax on profit for the period	-	6,186,566	-	-
Deferred tax:				
- Deferred tax assets	(81,272,337)	(83,235,387)	405,172	(3,332,946)
- Deferred tax liabilities	267,555,564	139,459,434	-	-
Total income tax	186,283,227	62,410,613	405,172	(3,332,946)

10 Earnings per share

Basic earnings per share is calculated by dividing the net profit attributable to shareholders of the parent by the weighted average number of paid-up ordinary shares outstanding during the period.

	Consolidated		Company	
	For the three-month periods ended 31 March (Unaudited)			
	2015	2014	2015	2014
Net profit for the period attributable to ordinary shareholders of the parent (Baht)	506,413,028	138,970,304	1,620,688	7,003,083
Weighted average number of paid-up ordinary shares outstanding (Shares)	4,850,000,000	4,850,000,000	4,850,000,000	4,850,000,000
Basic earnings per share (Baht per share)	0.1044	0.0287	0.0003	0.0014

11 Related party transactions

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the Company, including holding companies, subsidiaries and fellow subsidiaries are related parties of the Company. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Company that gives them significant influence over the enterprise, key management personnel, including directors and officers of the Company 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.

Major shareholders of the Company are the management of the Company. The remaining shares are widely held.

For reporting purposes, AirAsia Berhad who held 45% of the shares of Thai AirAsia Company Limited, a subsidiary, and AirAsia Berhad's related parties are referred to as the other related parties.

The following significant transactions were carried out with related parties:

11.1 Income

	Consolidated		Company	
	For the three-month periods ended 31 March (Unaudited)			
	2015	2014	2015	2014
	Baht	Baht	Baht	Baht
Other related parties				
Interest income	938,965	1,141,352	-	-
Other administrative fee	8,855,123	-	-	-
Subsidiary				
Management fee	-	-	6,250,000	6,250,000

11.2 Purchases of goods, services and expenses with other related parties

	Consolidated		Company	
	For the three-month periods ended 31 March (Unaudited)			
	2015	2014	2015	2014
	Baht	Baht	Baht	Baht
Share of (gain) loss from fuel price swap agreements	383,476,977	(7,870,395)	-	-
Share of staff costs for accounting services	10,741,445	4,781,552	-	-
Aircraft rental	946,127,078	935,359,716	-	-
Aircraft repair and maintenance	382,058,700	394,881,945	-	-
Purchases of merchandises and equipment	78,369,610	38,749,862	-	-
Management fee expenses	3,923,728	3,911,912	-	-
Booking fee expenses	31,852,073	27,204,332	-	-
Pilot training expenses	23,309,980	29,035,655	-	-
Brand license fee expenses	78,822,112	65,846,361	-	-

11 Related party transactions (Cont'd)

The following significant transactions were carried out with related parties: (Cont'd)

11.3 Management remunerations

Key management includes directors (executive and non-executive). The compensation paid or payable to key management is shown below:

	Consolidated		Company	
	For the three-month periods ended 31 March (Unaudited)			
	2015	2014	2015	2014
	Baht	Baht	Baht	Baht
Salaries and other short-term employee benefits	24,794,703	34,904,178	1,997,500	1,040,000
Retirement benefits	1,417,959	1,252,552	-	-
	<u>26,212,662</u>	<u>36,156,730</u>	<u>1,997,500</u>	<u>1,040,000</u>

Outstanding balances arising from receivables, payables and other non-current assets are summarised as follows:

11.4 Amounts due from related parties

	Consolidated		Company	
	Unaudited	Audited	Unaudited	Audited
	31 March	31 December	31 March	31 December
	2015	2014	2015	2014
	Baht	Baht	Baht	Baht
Other related parties	277,140,602	68,162,932	-	-
Subsidiary	-	-	6,687,500	-
	<u>277,140,602</u>	<u>68,162,932</u>	<u>6,687,500</u>	<u>-</u>

Amounts due from related parties have been charged with the interest for overdue amount at 6.00% per annum (2014: 6.00% per annum).

11.5 Amounts due to related parties

	Consolidated		Company	
	Unaudited	Audited	Unaudited	Audited
	31 March	31 December	31 March	31 December
	2015	2014	2015	2014
	Baht	Baht	Baht	Baht
Other related parties	<u>766,080,805</u>	<u>472,709,254</u>	<u>-</u>	<u>-</u>

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11 Related party transactions (Cont'd)

Outstanding balances arising from receivables, payables and other non-current assets are summarised as follows: (Cont'd)

11.6 Other non-current assets

	Consolidated		Company	
	Unaudited 31 March 2015 Baht	Audited 31 December 2014 Baht	Unaudited 31 March 2015 Baht	Audited 31 December 2014 Baht
Other related parties				
Aircraft rental deposits	622,546,154	630,333,888	-	-
Fuel price swap deposit	16,203,700	16,406,400	-	-
	<u>638,749,854</u>	<u>646,740,288</u>	<u>-</u>	<u>-</u>

12 Net fair value of financial instruments

Fuel price swap agreements

The net fair value of fuel price swap agreements at the statement of financial position date is as follows:

	Consolidated		Company	
	Unaudited 31 March 2015 US Dollars	Audited 31 December 2014 US Dollars	Unaudited 31 March 2015 US Dollars	Audited 31 December 2014 US Dollars
Unfavourable fuel price swap agreements	(16,697,648)	(27,322,704)	-	-

Forward foreign exchange contracts

The net fair value of forward foreign exchange contracts at the statement of financial position date is as follows:

	Consolidated		Company	
	Unaudited 31 March 2015 Baht	Audited 31 December 2014 Baht	Unaudited 31 March 2015 Baht	Audited 31 December 2014 Baht
Unfavourable forward foreign exchange contracts	(9,257,031)	(13,115,208)	-	-

The fair value of the forward foreign exchange contracts has been calculated (using rates quoted by the counterparty to the contracts) as if the contract was terminated at the statement of financial position date.

12 Net fair value of financial instruments (Cont'd)

Interest rate swap agreements

The net fair value of interest rate swap agreements at the statement of financial position date is as follows:

	Consolidated		Company	
	Unaudited 31 March 2015 Baht	Audited 31 December 2014 Baht	Unaudited 31 March 2015 Baht	Audited 31 December 2014 Baht
Unfavourable interest rate swap agreements	(24,840,693)	(25,340,152)	-	-

13 Commitments

For the three-month period ended 31 March 2015, there were no significant changes in commitments or contingent liabilities from the year ended 31 December 2014 (please see consolidated and company financial statements for the year ended 31 December 2014).

As at 31 March 2015, the Group had the future aggregate minimum lease payments in respect of non-cancellable aircraft lease agreements made with AirAsia (Mauritius) Limited, a related company and insurance agreements of aircraft and aircraft engine as follows:

	Consolidated			
	Unaudited 31 March 2015		Audited 31 December 2014	
	Rental US Dollars	Insurance agreements US Dollars	Rental US Dollars	Insurance agreements US Dollars
Within 1 year	115,260,000	1,740,159	115,260,000	2,993,762
Later than 1 year but not later than 5 years	455,608,767	-	459,325,479	-
Later than 5 years	250,371,945	-	275,132,384	-
Total	821,240,712	1,740,159	849,717,863	2,993,762

14 Guarantees

As at 31 March 2015, there was a commitment related to guarantees issued by bank in respect of pilot trainees' loans in accordance with its professional pilot courses amounting to Baht 137.54 million (as at 31 December 2014: Baht 99.29 million). Normally, a guarantee is terminated when the pilot trainee earns a commercial pilot's license and is assigned as a co-pilot or when the pilot trainee settles all outstanding debts with the bank. However, the Group can fully reclaim the stated liabilities from the pilot trainees' guarantors, who have pledged guarantees with the Group.

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15 Letters of guarantee

The Group had commitments from letters of guarantee in respect of ground handling, technical support and other flight operating activities including maintenance reserve fund in the ordinary course of business as follows:

	Consolidated					
	Unaudited			Audited		
	31 March 2015			31 December 2014		
	Baht	US	Indian	Baht	US	Indian
	million	Dollars	Rupee	million	Dollars	Rupee
		million	million		million	million
Guarantees relating to flight operating activities	7.90	0.09	12.38	7.90	0.09	12.38
Guarantees relating to maintenance reserve fund	-	19.96	-	-	9.59	-
Total	7.90	20.05	12.38	7.90	9.68	12.38

The Group also used its saving and current accounts as collateral for these letters of guarantee as follows:

	Consolidated			
	Unaudited		Audited	
	31 March 2015		31 December 2014	
	Baht	Indian Rupee	Baht	Indian Rupee
	million	million	million	million
Saving account	418.82	-	171.01	-
Current account	-	12.68	-	12.68
Total	418.82	12.68	171.01	12.68

16 Promotional privileges

On 13 March 2013, a subsidiary received a certificate of promotional privileges from the Board of Investment (“BOI”) for 24 aircraft for the business of air transportation. The main privileges include exemption from payment of import duty on aircraft and related spare parts and exemption from corporate income tax for the promoted activities for a period of eight years from the date when income is first derived. To be entitled to the privileges, the subsidiary must comply with the conditions and restrictions provided in the promotional certificates. The conditions require that the subsidiary’s authorised and paid-up share capital shall not less than Baht 435.5 million.

As at 31 March 2015, the subsidiary had received 14 aircraft under such certificate of promotional privileges from the BOI (as at 31 December 2014: 12 aircraft).

17 Subsequent events

On 18 April 2015, Thai AirAsia Company Limited, its subsidiary accepted the delivery of one additional Airbus A320-200 aircraft. The expansion of the subsidiary’s fleet is to support the launch of new routes and increase the frequency of flights on the subsidiary’s existing routes. This aircraft is acquired under lease agreement for period of 8.5 years.