

**ASIA AVIATION PUBLIC COMPANY LIMITED**

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

**31 MARCH 2016**



## 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 2016, 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 purple ink, appearing to read 'Chan-ai Chaiprasit', is written over a faint, illegible stamp.

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

Bangkok  
12 May 2016

**Asia Aviation Public Company Limited**  
**Statement of Financial Position**  
**As at 31 March 2016**

	Notes	Consolidated		Company	
		Unaudited 31 March 2016 Baht	Audited 31 December 2015 Baht	Unaudited 31 March 2016 Baht	Audited 31 December 2015 Baht
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		7,518,060,022	6,122,814,644	48,012,728	51,437,734
Cash at financial institutions pledged as security		320,667,782	358,741,649	-	-
Short-term investments	5	850,706,194	1,109,230,126	-	-
Trade and other receivables, net	6	441,921,023	439,190,726	-	-
Amounts due from related parties	13.4	350,786,146	326,208,917	6,687,500	-
Inventories		111,191,054	94,033,284	-	-
Prepaid expenses		371,050,649	315,699,793	618,040	928,847
Other current assets		71,632,660	63,283,980	1,579,226	1,563,891
<b>Total current assets</b>		<b>10,036,015,530</b>	<b>8,829,203,119</b>	<b>56,897,494</b>	<b>53,930,472</b>
<b>Non-current assets</b>					
Cash at financial institutions pledged as security		1,647,360	6,441,435	-	-
Long-term investments		13,291,300	13,291,300	-	-
Investment in a subsidiary	7	-	-	3,067,114,370	3,067,114,370
Aircraft maintenance reserves	13.5	1,770,118,260	1,066,380,311	-	-
Aircraft, leasehold improvements and equipment, net	8	17,933,694,032	18,216,068,951	16,332	17,401
Intangible assets, net	8	14,870,811,332	14,868,493,040	1	1
Goodwill		8,824,825,803	8,824,825,803	-	-
Deferred tax assets, net		-	-	871,842	1,404,795
Other non-current assets		1,025,254,463	1,001,821,169	-	-
<b>Total non-current assets</b>		<b>44,439,642,550</b>	<b>43,997,322,009</b>	<b>3,068,002,545</b>	<b>3,068,536,567</b>
<b>Total assets</b>		<b>54,475,658,080</b>	<b>52,826,525,128</b>	<b>3,124,900,039</b>	<b>3,122,467,039</b>

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 2016**

	Notes	Consolidated		Company	
		Unaudited 31 March 2016 Baht	Audited 31 December 2015 Baht	Unaudited 31 March 2016 Baht	Audited 31 December 2015 Baht
<b>Liabilities and shareholders' equity</b>					
<b>Current liabilities</b>					
Trade accounts payable		338,641,893	335,807,004	-	-
Other accounts payable		236,207,008	194,558,325	-	-
Amounts due to related parties	13.7	1,141,670,647	917,878,501	-	-
Deferred revenues		4,020,908,482	4,030,229,013	-	-
Accrued expenses		1,431,277,080	1,516,586,327	1,976,726	1,556,800
Current portion of finance lease liabilities	9	1,258,022,427	1,261,443,422	-	-
Other current liabilities		52,927,112	39,983,783	629,998	748,738
<b>Total current liabilities</b>		<b>8,479,654,649</b>	<b>8,296,486,375</b>	<b>2,606,724</b>	<b>2,305,538</b>
<b>Non-current liabilities</b>					
Finance lease liabilities	9	12,308,594,188	12,775,395,312	-	-
Deferred tax liabilities, net		3,592,824,274	3,502,537,265	-	-
Employee benefit obligations		178,478,289	168,945,620	-	-
<b>Total non-current liabilities</b>		<b>16,079,896,751</b>	<b>16,446,878,197</b>	<b>-</b>	<b>-</b>
<b>Total liabilities</b>		<b>24,559,551,400</b>	<b>24,743,364,572</b>	<b>2,606,724</b>	<b>2,305,538</b>

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 2016**

	Note	Consolidated		Company	
		Unaudited 31 March 2016 Baht	Audited 31 December 2015 Baht	Unaudited 31 March 2016 Baht	Audited 31 December 2015 Baht
<b>Liabilities and shareholders' equity (Cont'd)</b>					
<b>Shareholders' equity</b>					
Share capital					
Authorised share capital					
Ordinary shares, 4,850,000,000 shares of par Baht 0.1 each					
		<u>485,000,000</u>	<u>485,000,000</u>	<u>485,000,000</u>	<u>485,000,000</u>
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					
Appropriated					
Legal reserve					
	12	26,616,977	26,510,386	26,616,977	26,510,386
Unappropriated					
		<u>18,040,039,927</u>	<u>17,031,066,832</u>	<u>10,868,064</u>	<u>8,842,841</u>
<b>Equity attributable to owners of the parent</b>					
		21,151,465,178	20,142,385,492	3,122,293,315	3,120,161,501
Non-controlling interests					
		<u>8,764,641,502</u>	<u>7,940,775,064</u>	<u>-</u>	<u>-</u>
<b>Total shareholders' equity</b>					
		<u>29,916,106,680</u>	<u>28,083,160,556</u>	<u>3,122,293,315</u>	<u>3,120,161,501</u>
<b>Total liabilities and shareholders' equity</b>					
		<u>54,475,658,080</u>	<u>52,826,525,128</u>	<u>3,124,900,039</u>	<u>3,122,467,039</u>

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 2016

	Notes	Consolidated		Company	
		Unaudited 2016 Baht	Unaudited 2015 Baht	Unaudited 2016 Baht	Unaudited 2015 Baht
Revenues from sales and services		8,952,494,349	7,734,176,132	6,250,000	6,250,000
Cost of sales of goods and services		(6,467,058,864)	(6,155,952,798)	-	-
<b>Gross profit</b>		<b>2,485,435,485</b>	<b>1,578,223,334</b>	<b>6,250,000</b>	<b>6,250,000</b>
Net gain on exchange rates		-	14,690,891	-	-
Other income		230,506,461	198,320,593	-	-
<b>Profit before expenses</b>		<b>2,715,941,946</b>	<b>1,791,234,818</b>	<b>6,250,000</b>	<b>6,250,000</b>
Selling expenses		(390,070,023)	(370,979,028)	-	-
Administrative expenses		(273,421,426)	(205,662,117)	(3,585,233)	(4,224,140)
Net loss on exchange rates		(2,440,582)	-	-	-
<b>Profit before finance costs, share of loss from investment in an associate and income tax</b>		<b>2,050,009,915</b>	<b>1,214,593,673</b>	<b>2,664,767</b>	<b>2,025,860</b>
Finance costs		(126,776,785)	(108,133,580)	-	-
<b>Profit before share of loss from investment in an associate and income tax</b>		<b>1,923,233,130</b>	<b>1,106,460,093</b>	<b>2,664,767</b>	<b>2,025,860</b>
Share of loss from investment in an associate		-	(90,275)	-	-
<b>Profit before income tax</b>		<b>1,923,233,130</b>	<b>1,106,369,818</b>	<b>2,664,767</b>	<b>2,025,860</b>
Income tax	10	(90,287,006)	(186,283,227)	(532,953)	(405,172)
<b>Net profit for the period</b>		<b>1,832,946,124</b>	<b>920,086,591</b>	<b>2,131,814</b>	<b>1,620,688</b>
<b>Total comprehensive income for the period</b>		<b>1,832,946,124</b>	<b>920,086,591</b>	<b>2,131,814</b>	<b>1,620,688</b>
<b>Net profit for the period attributable to:</b>					
Owners of the parent		1,009,079,686	506,413,028	2,131,814	1,620,688
Non-controlling interests		823,866,438	413,673,563	-	-
		<b>1,832,946,124</b>	<b>920,086,591</b>	<b>2,131,814</b>	<b>1,620,688</b>
<b>Earnings per share</b>					
Basic earnings per share	11	0.2081	0.1044	0.0004	0.0003

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 2016

Consolidated							
Attributable to owners of the parent							
Note	Issued and paid-up share capital Baht	Premium on share capital Baht	Retained earnings		Total owners of the parent Baht	Non- controlling interests Baht	Total shareholders' equity Baht
			Appropriated - legal reserve Baht	Unappropriated Baht			
<b>Opening balance as at 1 January 2015 (Audited)</b>	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
<b>Closing balance as at 31 March 2015 (Unaudited)</b>	<u>485,000,000</u>	<u>2,599,808,274</u>	<u>-</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>
<b>Opening balance as at 1 January 2016 (Audited)</b>	485,000,000	2,599,808,274	26,510,386	17,031,066,832	20,142,385,492	7,940,775,064	28,083,160,556
Total comprehensive income for the period	-	-	-	1,009,079,686	1,009,079,686	823,866,438	1,832,946,124
Legal reserve	-	-	106,591	(106,591)	-	-	-
<b>Closing balance as at 31 March 2016 (Unaudited)</b>	<u>485,000,000</u>	<u>2,599,808,274</u>	<u>26,616,977</u>	<u>18,040,039,927</u>	<u>21,151,465,178</u>	<u>8,764,641,502</u>	<u>29,916,106,680</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 2016

	Company					
	Note	Issued and paid-up share capital Baht	Premium on share capital Bath	Retained earnings (Deficits)		Total Baht
				Appropriated - legal reserve Baht	Unappropriated Baht	
<b>Opening balance as at 1 January 2015 (Audited)</b>		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
<b>Closing balance as at 31 March 2015 (Unaudited)</b>		<u>485,000,000</u>	<u>2,599,808,274</u>	<u>-</u>	<u>(10,094,345)</u>	<u>3,074,713,929</u>
<b>Opening balance as at 1 January 2016 (Audited)</b>		485,000,000	2,599,808,274	26,510,386	8,842,841	3,120,161,501
Total comprehensive income for the period		-	-	-	2,131,814	2,131,814
Legal reserve	12	-	-	106,591	(106,591)	-
<b>Closing balance as at 31 March 2016 (Unaudited)</b>		<u>485,000,000</u>	<u>2,599,808,274</u>	<u>26,616,977</u>	<u>10,868,064</u>	<u>3,122,293,315</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 2016**

	Note	Consolidated		Company	
		Unaudited 2016 Baht	Unaudited 2015 Baht	Unaudited 2016 Baht	Unaudited 2015 Baht
<b>Cash flows from operating activities</b>					
Profit before income tax		1,923,233,130	1,106,369,818	2,664,767	2,025,860
Adjustments for:					
Depreciation	8	284,277,689	273,278,830	1,069	884
Amortisation of intangible assets	8	1,088,308	1,329,048	-	-
Amortisation of prepaid expenses		34,854,657	53,419,042	604,857	528,069
Loss on disposals of leasehold improvements and equipment		56,554,773	1,029,533	-	-
Employee benefit expenses		11,132,669	10,544,639	-	-
Net unrealised gain on exchange rates		(94,006,715)	(9,534,079)	-	-
Net gain on fair value adjustment in investments in private funds		-	(27,192)	-	-
Share of loss from investment in an associate		-	90,275	-	-
Finance costs		126,776,785	108,133,580	-	-
Interest income		(12,268,701)	(23,715,575)	-	-
		<u>2,331,642,595</u>	<u>1,520,917,919</u>	<u>3,270,693</u>	<u>2,554,813</u>
<b>Changes in operating assets and liabilities:</b>					
- Trade and other receivables		(5,204,344)	(26,848,024)	-	-
- Amounts due from related parties		(31,499,409)	(208,172,575)	(6,687,500)	(6,687,500)
- Inventories		(17,157,770)	(9,097,655)	-	-
- Prepaid expenses		(90,205,513)	(318,987,452)	(294,050)	(233,921)
- Value added tax receivable		-	14,122,458	-	-
- Other current assets		(6,983,022)	(5,143,284)	(15,335)	(112,115)
- Other non-current assets		(23,433,294)	(53,233,140)	-	-
- Trade accounts payable		2,834,889	153,601,615	-	-
- Other accounts payable		41,648,683	(64,978,446)	-	-
- Amounts due to related parties		230,479,646	293,371,551	-	-
- Deferred revenues		(9,320,531)	(492,547,154)	-	-
- Accrued expenses		(73,120,358)	(124,315,680)	419,926	300,000
- Other current liabilities		12,943,329	(36,407,910)	(118,740)	(733,906)
		<u>2,362,624,901</u>	<u>642,282,223</u>	<u>(3,425,006)</u>	<u>(4,912,629)</u>
Cash generated from (used in) operating activities					
Income tax paid		(1,365,655)	(2,424,519)	-	-
Interest received		1,523,006	2,794,521	-	-
Employee benefit paid		(1,600,000)	-	-	-
		<u>2,361,182,252</u>	<u>642,652,225</u>	<u>(3,425,006)</u>	<u>(4,912,629)</u>
Net cash generated from (used in) operating activities					

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 2016**

	<b>Consolidated</b>		<b>Company</b>	
	<b>Unaudited</b>	<b>Unaudited</b>	<b>Unaudited</b>	<b>Unaudited</b>
<b>Note</b>	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>
	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
<b>Cash flows from investing activities</b>				
Decrease (increase) in cash at financial institutions pledged as security	34,817,677	(247,709,258)	-	-
Decrease (increase) in short-term investments	250,000,000	(33,713,018)	-	-
Decrease in investments in private funds	-	10,507,428	-	-
Decrease in long-term investments	-	500,000,000	-	-
Payment for investment in an associate	-	(2,500,000)	-	-
Payment for aircraft maintenance reserves	(703,737,949)	-	-	-
Proceeds from disposals of leasehold improvements and equipment	1,680,732	413,648	-	-
Payments for aircraft, leasehold improvements and equipment	(60,138,275)	(689,019,964)	-	(21,500)
Payments for intangible assets	8 (3,406,600)	(1,420,566)	-	-
Interest received	10,209,597	71,946,898	-	-
Net cash used in investing activities	(470,574,818)	(391,494,832)	-	(21,500)
<b>Cash flows from financing activities</b>				
Repayments of finance leases	(297,250,670)	(222,987,170)	-	-
Interest paid	(145,764,516)	(109,136,136)	-	-
Net cash used in financing activities	(443,015,186)	(332,123,306)	-	-
<b>Net increase (decrease) in cash and cash equivalents</b>				
Cash and cash equivalents at the beginning of the period	1,447,592,248	(80,965,913)	(3,425,006)	(4,934,129)
Exchange loss on cash and cash equivalents	6,122,814,644	4,789,064,903	51,437,734	5,632,235
	(52,346,870)	(57,269,448)	-	-
<b>Cash and cash equivalents at the end of the period</b>	<b>7,518,060,022</b>	<b>4,650,829,542</b>	<b>48,012,728</b>	<b>698,106</b>

**Non-cash transactions**

Significant non-cash transactions during the three-month periods ended 31 March 2016 and 2015 are as follows:

Purchases of aircraft spare parts which have not been paid for	27,918,741	22,115,047	-	-
Purchases of aircraft under finance lease agreements	-	2,150,129,562	-	-

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, 3<sup>rd</sup> 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 subsidiary is 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% (2015: 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 2016.

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 2015.

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 2015.

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 standard, revised accounting standards, revised financial reporting standards, and related interpretations (collectively called financial reporting standards)**

The Group has applied the new and revised financial reporting standards effective on 1 January 2016 which were disclosed to financial statement for the year ended 31 December 2015. The application of those financial reporting standards does not have significant impact to the interim 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 2015.

**4 Segment information**

**Financial information by business segments**

	<b>Consolidated</b>				
	<b>For the three-month period ended 31 March 2016 (Unaudited)</b>				
	<b>Scheduled flight operations Baht</b>	<b>Charter flight operations Baht</b>	<b>Other business Baht</b>	<b>Elimination Baht</b>	<b>Total Baht</b>
Revenues from sales and services	8,432,825,552	519,668,797	6,250,000	(6,250,000)	8,952,494,349
Profit from operation	1,678,234,833	145,823,133	2,664,767	-	1,826,722,733
Unallocated costs					(4,778,697)
Other income					230,506,461
Net loss on exchange rates					(2,440,582)
Finance costs					(126,776,785)
Profit before income tax					1,923,233,130
Income tax					(90,287,006)
Net profit for the period					<u>1,832,946,124</u>
Consolidated total assets					54,475,658,080

**Asia Aviation Public Company Limited**  
**Condensed Notes to Interim Financial Information**  
**For the three-month period ended 31 March 2016**

**4 Segment information (Cont'd)**

	<b>Consolidated</b>				<b>Total Baht</b>
	<b>For the three-month period ended 31 March 2015 (Unaudited)</b>				
	<b>Scheduled flight operations Baht</b>	<b>Charter flight operations Baht</b>	<b>Other business Baht</b>	<b>Elimination Baht</b>	
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					<u>920,086,591</u>
Consolidated total assets					52,187,285,884

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.

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.

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**5 Short-term investments**

	<b>Consolidated</b>		<b>Company</b>	
	<b>Unaudited 31 March 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>	<b>Unaudited 31 March 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>
Fixed deposit	850,706,194	1,109,230,126	-	-

As at 31 March 2016, short term investments comprise fixed deposit of US Dollars 9.99 million and Baht 500.00 million (2015: US Dollars 9.99 million and Baht 750.00 million). Fixed deposit have the period of 5-month to 12-month and bear interests at the rates of 0.80% to 2.05% per annum (2015: 0.80% to 2.00% per annum).

**6 Trade and other receivables, net**

	<b>Consolidated</b>		<b>Company</b>	
	<b>Unaudited 31 March 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>	<b>Unaudited 31 March 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>
Trade accounts receivable	372,656,371	354,170,114	-	-
<u>Less</u> Allowance for doubtful account	-	-	-	-
Trade accounts receivable, net	372,656,371	354,170,114	-	-
Accrued airport incentive	8,985,997	2,843,204	-	-
Accrued income	45,823,514	49,568,722	-	-
Other accounts receivable	14,455,141	32,608,686	-	-
Total trade and other receivables, net	441,921,023	439,190,726	-	-

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

	<b>Consolidated</b>		<b>Company</b>	
	<b>Unaudited 31 March 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>	<b>Unaudited 31 March 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>
Up to 3 months	347,857,764	340,651,599	-	-
3 - 6 months	18,101,574	7,020,344	-	-
6 - 12 months	120,453	726,806	-	-
Over 12 months	6,576,580	5,771,365	-	-
Total trade accounts receivable	372,656,371	354,170,114	-	-
<u>Less</u> Allowance for doubtful account	-	-	-	-
Total trade accounts receivable, net	372,656,371	354,170,114	-	-

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**7 Investments in a subsidiary**

The investments of the Group are as follows:

	Country of incorporation	Nature of business	Percentage of Shareholding and voting rights		Company Cost method	
			31 March 2016	31 December 2015	31 March 2016	31 December 2015
			Percent	Percent	Baht	Baht
Thai AirAsia Company Limited	Thai	Providing a low-fare airline service	55	55	3,067,114,370	3,067,114,370

**8 Aircraft, leasehold improvements, equipment and intangible assets, net**

	Consolidated				Company	
	Aircraft, leasehold improvements and equipment Baht	Intangible assets			Intangible assets	
		Computer software and computer software under installation Baht	Landing rights Baht	Total Baht	Leasehold improvements and equipment Baht	Computer software Baht
<b>For the three-month period ended 31 March 2016</b>						
Opening net book amount (Audited)	18,216,068,951	12,493,040	14,856,000,000	14,868,493,040	17,401	1
Additions	60,138,275	3,406,600	-	3,406,600	-	-
Disposals/write-off, net	(58,235,505)	-	-	-	-	-
Depreciation/amortisation	(284,277,689)	(1,088,308)	-	(1,088,308)	(1,069)	-
Closing net book amount (Unaudited)	17,933,694,032	14,811,332	14,856,000,000	14,870,811,332	16,332	1

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**9 Finance lease liabilities**

Minimum lease payments under finance lease liabilities are as follows:

	<b>Consolidated</b>		<b>Company</b>	
	<b>Unaudited 31 March 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>	<b>Unaudited 31 March 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>
Within 1 year	1,691,957,491	1,709,396,605	-	-
Later than 1 year but not later than 5 years	6,671,580,016	6,765,109,949	-	-
Later than 5 years	7,537,706,951	8,033,497,105	-	-
<u>Less</u> Future finance charges on finance leases	(2,334,627,843)	(2,471,164,925)	-	-
	<b>13,566,616,615</b>	<b>14,036,838,734</b>	<b>-</b>	<b>-</b>
Representing lease liabilities:				
- Current portion	1,258,022,427	1,261,443,422	-	-
- Non-current portion	12,308,594,188	12,775,395,312	-	-
	<b>13,566,616,615</b>	<b>14,036,838,734</b>	<b>-</b>	<b>-</b>

The present value of finance lease liabilities is as follows:

	<b>Consolidated</b>		<b>Company</b>	
	<b>Unaudited 31 March 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>	<b>Unaudited 31 March 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>
Within 1 year	1,659,349,712	1,676,545,078	-	-
Later than 1 year but not later than 5 years	6,019,536,949	6,104,530,065	-	-
Later than 5 years	5,887,729,954	6,255,763,591	-	-
	<b>13,566,616,615</b>	<b>14,036,838,734</b>	<b>-</b>	<b>-</b>

**10 Income tax**

Income tax expense presented in the consolidated and company statements of comprehensive income is calculated from the taxable net profit at 20% (2015: 20%).



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**11 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.

	<b>Consolidated</b>		<b>Company</b>	
	<b>For the three-month periods ended 31 March (Unaudited)</b>			
	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>
Net profit for the period attributable to ordinary shareholders of the parent (Baht)	1,009,079,686	506,413,028	2,131,814	1,620,688
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)	0.2081	0.1044	0.0004	0.0003

The Group has no diluted potential ordinary shares in issue during the periods.

**12 Legal reserve**

	<b>Consolidated</b>	<b>Company</b>
	<b>Unaudited 31 March 2016 Baht</b>	<b>Unaudited 31 March 2016 Baht</b>
Opening balance	26,510,386	26,510,386
Appropriation during the year	106,591	106,591
Closing balance	<u>26,616,977</u>	<u>26,616,977</u>

Under the Public Limited Company Act., B.E. 2535, the Company is required to set aside as a legal reserve at least 5% of its net profit after accumulated deficit brought forward (if any) until the reserve is not less than 10% of the registered capital. The legal reserve is non-distributable.

**13 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 other related parties.

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**13 Related party transactions (Cont'd)**

The following significant transactions were carried out with related parties:

**13.1 Income**

	<b>Consolidated</b>		<b>Company</b>	
	<b>For the three-month periods ended 31 March (Unaudited)</b>			
	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>
<b>Other related parties</b>				
Interest income	3,010,146	938,965	-	-
Other administrative fee	15,185,983	8,855,123	-	-
<b>Subsidiary</b>				
Management fee	-	-	6,250,000	6,250,000

**13.2 Purchases of goods, services and expenses with other related parties**

	<b>Consolidated</b>		<b>Company</b>	
	<b>For the three-month periods ended 31 March (Unaudited)</b>			
	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>
<b>Other related parties</b>				
Share of loss from fuel price swap agreements	298,446,949	383,476,977	-	-
Share of staff costs for accounting and other services	8,710,187	10,741,445	-	-
Aircraft rental	1,130,526,300	946,127,078	-	-
Aircraft repair and maintenance	491,966,142	382,058,700	-	-
Purchases of merchandises and equipment	38,435,357	78,369,610	-	-
Management fee expenses	4,289,784	3,923,728	-	-
Booking fee expenses	41,842,168	31,852,073	-	-
Pilot training expenses	35,344,960	23,309,980	-	-
Brand license fee expenses	90,679,867	78,822,112	-	-

**13 Related party transactions (Cont'd)**

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

**13.3 Management remunerations**

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

	<b>Consolidated</b>		<b>Company</b>	
	<b>For the three-month periods ended 31 March (Unaudited)</b>			
	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>
Salaries and other short-term employee benefits	48,017,881	24,794,703	1,862,500	1,997,500
Retirement benefits	2,362,363	1,417,959	-	-
	<b>50,380,244</b>	<b>26,212,662</b>	<b>1,862,500</b>	<b>1,997,500</b>

Outstanding balances of receivables, aircraft maintenance reserves, other non-current assets and payables are summarised as follows:

**13.4 Amounts due from related parties**

	<b>Consolidated</b>		<b>Company</b>	
	<b>For the three-month periods ended 31 March (Unaudited)</b>			
	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>
	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
Other related parties	350,786,146	326,208,917	-	-
Subsidiary	-	-	6,687,500	-
	<b>350,786,146</b>	<b>326,208,917</b>	<b>6,687,500</b>	<b>-</b>

Amounts due from related parties have been charged with the interest for overdue amount at 6% per annum (2015: 6% per annum).

**13.5 Aircraft maintenance reserves**

AirAsia Berhad, a related party, had entered into an Aircraft maintenance services agreement with the Group. Under this agreement, the Group will make prepayments for the aircraft maintenance reserves based on the number of aircraft, number of engines and number of hours flown. These aircraft maintenance reserves are managed by AirAsia Berhad for future maintenance/overhaul deemed necessary to be performed once the aircraft reaches certain engine hours/hours flown.

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**13 Related party transactions (Cont'd)**

Outstanding balances of receivables, aircraft maintenance reserves, other non-current assets and payables are summarised as follows: (Cont'd)

**13.6 Other non-current assets**

	<b>Consolidated</b>		<b>Company</b>	
	<b>Unaudited 31 March 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>	<b>Unaudited 31 March 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>
<b>Other related parties</b>				
Aircraft rental deposits	707,380,053	748,209,343	-	-
Fuel price swap deposit	17,535,450	17,961,650	-	-
	<u>724,915,503</u>	<u>766,170,993</u>	<u>-</u>	<u>-</u>

**13.7 Amounts due to related parties**

	<b>Consolidated</b>		<b>Company</b>	
	<b>Unaudited 31 March 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>	<b>Unaudited 31 March 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>
Other related parties	<u>1,141,670,647</u>	<u>917,878,501</u>	<u>-</u>	<u>-</u>

**14 Commitments**

For the three-month period ended 31 March 2016, there were no significant changes in commitments or contingent liabilities from the year ended 31 December 2015.

**15 Subsequent events**

On 14 April 2016, Thai AirAsia Company Limited, a subsidiary accepted the delivery of one additional Airbus A320-216 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 operating lease agreement for period of 10 years.