

**ASIA AVIATION PUBLIC COMPANY LIMITED**

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

**30 JUNE 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 statement of financial position as at 30 June 2016, the related consolidated and company statements of comprehensive income for the three-month and six-month periods then ended, the related consolidated and company statements of changes in shareholders' equity and cash flows for the six-month period then ended, and condensed notes to interim financial information of Asia Aviation Public Company Limited and its subsidiary, 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 Chai', is written over a faint, illegible stamp.

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

Bangkok  
15 August 2016

**Asia Aviation Public Company Limited**  
**Statement of Financial Position**  
**As at 30 June 2016**

	Notes	Consolidated		Company	
		Unaudited 30 June 2016 Baht	Audited 31 December 2015 Baht	Unaudited 30 June 2016 Baht	Audited 31 December 2015 Baht
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		6,975,674,448	6,122,814,644	56,093,307	51,437,734
Cash at financial institutions pledged as security		316,385,019	358,741,649	-	-
Short-term investments	5	850,164,199	1,109,230,126	-	-
Trade and other receivables, net	6	392,285,191	439,190,726	160,500	-
Amounts due from related parties	12.4	804,170,977	326,208,917	-	-
Inventories		134,727,143	94,033,284	-	-
Prepaid expenses		307,944,946	315,699,793	205,784	928,847
Other current assets		78,650,259	63,283,980	2,034,538	1,563,891
<b>Total current assets</b>		<b>9,860,002,182</b>	<b>8,829,203,119</b>	<b>58,494,129</b>	<b>53,930,472</b>
<b>Non-current assets</b>					
Cash at financial institutions pledged as security		-	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	12.5	2,107,928,528	1,066,380,311	-	-
Aircraft, leasehold improvements and equipment, net	8	17,727,745,152	18,216,068,951	15,263	17,401
Intangible assets, net	8	14,869,700,925	14,868,493,040	1	1
Goodwill		8,824,825,803	8,824,825,803	-	-
Deferred tax assets, net		-	-	266,105	1,404,795
Other non-current assets		1,061,563,289	1,001,821,169	-	-
<b>Total non-current assets</b>		<b>44,605,054,997</b>	<b>43,997,322,009</b>	<b>3,067,395,739</b>	<b>3,068,536,567</b>
<b>Total assets</b>		<b>54,465,057,179</b>	<b>52,826,525,128</b>	<b>3,125,889,868</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 30 June 2016**

	Notes	Consolidated		Company	
		Unaudited 30 June 2016 Baht	Audited 31 December 2015 Baht	Unaudited 30 June 2016 Baht	Audited 31 December 2015 Baht
<b>Liabilities and shareholders' equity</b>					
<b>Current liabilities</b>					
Trade accounts payable		304,210,053	335,807,004	-	-
Other accounts payable		268,057,784	194,558,325	-	-
Amounts due to related parties	12.7	759,755,869	917,878,501	-	-
Deferred revenues		4,072,043,331	4,030,229,013	-	-
Accrued expenses		1,395,022,749	1,516,586,327	480,436	1,556,800
Current portion of finance lease liabilities	9	1,270,227,823	1,261,443,422	-	-
Other current liabilities		54,135,899	39,983,783	693,169	748,738
<b>Total current liabilities</b>		<b>8,123,453,508</b>	<b>8,296,486,375</b>	<b>1,173,605</b>	<b>2,305,538</b>
<b>Non-current liabilities</b>					
Finance lease liabilities	9	11,965,094,554	12,775,395,312	-	-
Deferred tax liabilities, net		3,504,585,740	3,502,537,265	-	-
Employee benefit obligations		189,610,924	168,945,620	-	-
<b>Total non-current liabilities</b>		<b>15,659,291,218</b>	<b>16,446,878,197</b>	<b>-</b>	<b>-</b>
<b>Total liabilities</b>		<b>23,782,744,726</b>	<b>24,743,364,572</b>	<b>1,173,605</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 30 June 2016**

	<b>Consolidated</b>		<b>Company</b>	
	<b>Unaudited 30 June 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>	<b>Unaudited 30 June 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>
<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	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				
Appropriated				
Legal reserve	26,738,125	26,510,386	26,738,125	26,510,386
Unappropriated	18,462,422,281	17,031,066,832	13,169,864	8,842,841
<b>Equity attributable to owners of the parent</b>	21,573,968,680	20,142,385,492	3,124,716,263	3,120,161,501
Non-controlling interests	9,108,343,773	7,940,775,064	-	-
<b>Total shareholders' equity</b>	30,682,312,453	28,083,160,556	3,124,716,263	3,120,161,501
<b>Total liabilities and shareholders' equity</b>	54,465,057,179	52,826,525,128	3,125,889,868	3,122,467,039

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 30 June 2016**

	Notes	Consolidated		Company	
		Unaudited 2016 Baht	Unaudited 2015 Baht	Unaudited 2016 Baht	Unaudited 2015 Baht
Revenues from sales and services		7,755,851,092	6,884,952,805	6,250,000	6,250,000
Cost of sales of goods and services		(6,555,856,528)	(6,041,353,414)	-	-
<b>Gross profit</b>		<b>1,199,994,564</b>	<b>843,599,391</b>	<b>6,250,000</b>	<b>6,250,000</b>
Net gain on exchange rates		28,316,405	-	-	-
Other income		183,378,967	188,805,424	962,953	726,856
<b>Profit before expenses</b>		<b>1,411,689,936</b>	<b>1,032,404,815</b>	<b>7,212,953</b>	<b>6,976,856</b>
Selling expenses		(346,882,880)	(307,726,428)	-	-
Administrative expenses		(265,624,561)	(192,263,827)	(4,184,268)	(4,427,460)
Net loss on exchange rates		-	(83,618,999)	-	-
<b>Profit before finance costs, share of loss from investment in an associate and income tax</b>		<b>799,182,495</b>	<b>448,795,561</b>	<b>3,028,685</b>	<b>2,549,396</b>
Finance costs		(109,207,379)	(143,300,970)	-	-
<b>Profit before share of loss from investment in an associate and income tax</b>		<b>689,975,116</b>	<b>305,494,591</b>	<b>3,028,685</b>	<b>2,549,396</b>
Share of loss from investment in an associate		-	(91,763)	-	-
<b>Profit before income tax</b>		<b>689,975,116</b>	<b>305,402,828</b>	<b>3,028,685</b>	<b>2,549,396</b>
Income tax	10	76,230,657	66,681,367	(605,737)	(509,879)
<b>Net profit for the period</b>		<b>766,205,773</b>	<b>372,084,195</b>	<b>2,422,948</b>	<b>2,039,517</b>
<b>Total comprehensive income for the period</b>		<b>766,205,773</b>	<b>372,084,195</b>	<b>2,422,948</b>	<b>2,039,517</b>
<b>Net profit for the period attributable to:</b>					
Owners of the parent		422,503,502	205,927,996	2,422,948	2,039,517
Non-controlling interests		343,702,271	166,156,199	-	-
		<b>766,205,773</b>	<b>372,084,195</b>	<b>2,422,948</b>	<b>2,039,517</b>
<b>Earnings per share</b>					
Basic earnings per share	11	0.0871	0.0425	0.0005	0.0004

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

**Asia Aviation Public Company Limited**  
**Statement of Comprehensive Income (Cont'd)**  
**For the six-month period ended 30 June 2016**

	<b>Notes</b>	<b>Consolidated</b>		<b>Company</b>	
		<b>Unaudited 2016 Baht</b>	<b>Unaudited 2015 Baht</b>	<b>Unaudited 2016 Baht</b>	<b>Unaudited 2015 Baht</b>
Revenues from sales and services		16,708,345,441	14,619,128,937	12,500,000	12,500,000
Cost of sales of goods and services		(13,022,915,392)	(12,197,306,212)	-	-
<b>Gross profit</b>		<b>3,685,430,049</b>	<b>2,421,822,725</b>	<b>12,500,000</b>	<b>12,500,000</b>
Net gain on exchange rates		25,875,823	-	-	-
Other income		413,885,428	387,126,017	962,953	726,856
<b>Profit before expenses</b>		<b>4,125,191,300</b>	<b>2,808,948,742</b>	<b>13,462,953</b>	<b>13,226,856</b>
Selling expenses		(736,952,903)	(678,705,456)	-	-
Administrative expenses		(539,045,987)	(397,925,944)	(7,769,501)	(8,651,600)
Net loss on exchange rates		-	(68,928,108)	-	-
<b>Profit before finance costs, share of loss from investment in an associate and income tax</b>		<b>2,849,192,410</b>	<b>1,663,389,234</b>	<b>5,693,452</b>	<b>4,575,256</b>
Finance costs		(235,984,164)	(251,434,550)	-	-
<b>Profit before share of loss from investment in an associate and income tax</b>		<b>2,613,208,246</b>	<b>1,411,954,684</b>	<b>5,693,452</b>	<b>4,575,256</b>
Share of loss from investment in an associate		-	(182,038)	-	-
<b>Profit before income tax</b>		<b>2,613,208,246</b>	<b>1,411,772,646</b>	<b>5,693,452</b>	<b>4,575,256</b>
Income tax	10	(14,056,349)	(119,601,860)	(1,138,690)	(915,051)
<b>Net profit for the period</b>		<b>2,599,151,897</b>	<b>1,292,170,786</b>	<b>4,554,762</b>	<b>3,660,205</b>
<b>Total comprehensive income for the period</b>		<b>2,599,151,897</b>	<b>1,292,170,786</b>	<b>4,554,762</b>	<b>3,660,205</b>
<b>Net profit for the period attributable to:</b>					
Owners of the parent		1,431,583,188	712,341,024	4,554,762	3,660,205
Non-controlling interests		1,167,568,709	579,829,762	-	-
		<b>2,599,151,897</b>	<b>1,292,170,786</b>	<b>4,554,762</b>	<b>3,660,205</b>
<b>Earnings per share</b>					
Basic earnings per share	11	0.2952	0.1469	0.0009	0.0008

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 six-month period ended 30 June 2016

	Consolidated						
	Attributable to owners of the parent				Total owners of the parent	Non- controlling interests	Total shareholders' equity
	Issued and paid-up share capital	Premium on share capital	Retained earnings				
			- legal reserve	Unappropriated	Baht	Baht	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	-	-	-	712,341,024	712,341,024	579,829,762	1,292,170,786
<b>Closing balance as at 30 June 2015 (Unaudited)</b>	<u>485,000,000</u>	<u>2,599,808,274</u>	<u>-</u>	<u>17,161,743,617</u>	<u>20,246,551,891</u>	<u>8,061,518,000</u>	<u>28,308,069,891</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	-	-	-	1,431,583,188	1,431,583,188	1,167,568,709	2,599,151,897
Legal reserve	-	-	227,739	(227,739)	-	-	-
<b>Closing balance as at 30 June 2016 (Unaudited)</b>	<u>485,000,000</u>	<u>2,599,808,274</u>	<u>26,738,125</u>	<u>18,462,422,281</u>	<u>21,573,968,680</u>	<u>9,108,343,773</u>	<u>30,682,312,453</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 six-month period ended 30 June 2016

	Issued and paid-up share capital Baht	Premium on share capital Bath	Company		Total Baht
			Retained earnings (Deficits)		
			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	-	-	-	3,660,205	3,660,205
<b>Closing balance as at 30 June 2015 (Unaudited)</b>	<u>485,000,000</u>	<u>2,599,808,274</u>	<u>-</u>	<u>(8,054,828)</u>	<u>3,076,753,446</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	-	-	-	4,554,762	4,554,762
Legal reserve	-	-	227,739	(227,739)	-
<b>Closing balance as at 30 June 2016 (Unaudited)</b>	<u>485,000,000</u>	<u>2,599,808,274</u>	<u>26,738,125</u>	<u>13,169,864</u>	<u>3,124,716,263</u>

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

**Asia Aviation Public Company Limited**  
**Statement of Cash Flows**  
**For the six-month period ended 30 June 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		2,613,208,246	1,411,772,646	5,693,452	4,575,256
Adjustments for:					
Depreciation	8	571,587,815	553,542,927	2,138	1,956
Amortisation	8	2,198,715	2,552,722	-	-
Amortisation of prepaid expenses		69,427,646	107,785,598	1,117,113	1,093,837
(Gain) loss on disposals of leasehold improvements and equipment		(1,567,467)	1,916,741	-	-
Employee benefit expenses		22,265,304	21,089,287	-	-
Net (gain) loss on exchange rates		(146,396,131)	120,506,014	-	-
Net gain on fair value adjustment in investments in private funds		-	(27,192)	-	-
Share of loss from investment in an associate		-	182,038	-	-
Finance costs		235,984,164	251,434,550	-	-
Interest income		(37,008,335)	(56,457,255)	-	(6,856)
		3,329,699,957	2,414,298,076	6,812,703	5,664,193
<b>Changes in operating assets and liabilities:</b>					
- Trade and other receivables		44,036,778	29,191,389	(160,500)	-
- Amounts due from related parties		(481,569,051)	(304,717,951)	-	-
- Inventories		(40,693,860)	(23,414,704)	-	-
- Prepaid expenses		(61,672,799)	(316,807,875)	(394,050)	(233,921)
- Value added tax receivable		-	31,617,533	-	-
- Other current assets		(11,989,940)	(3,099,305)	(80,047)	(1,084,975)
- Other non-current assets		(59,742,120)	(96,017,240)	-	-
- Trade accounts payable		(31,596,951)	27,279,558	-	-
- Other accounts payable		73,499,459	(39,862,435)	-	-
- Amounts due to related parties		(158,122,632)	(101,279,365)	-	-
- Deferred revenues		41,814,318	(829,999,951)	-	-
- Accrued expenses		(95,159,840)	(34,845,400)	(1,076,364)	(700,000)
- Other current liabilities		14,152,116	(34,814,123)	(55,569)	(1,411,234)
Cash generated from operating activities		2,562,655,435	717,528,207	5,046,173	2,234,063
Income tax paid		(15,384,213)	(3,608,078)	(390,600)	-
Interest received		28,056,533	18,141,302	-	6,856
Employee benefit paid		(1,600,000)	-	-	-
Net cash generated from operating activities		2,573,727,755	732,061,431	4,655,573	2,240,919

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 six-month period ended 30 June 2016**

	Consolidated		Company	
	Unaudited 2016 Baht	Unaudited 2015 Baht	Unaudited 2016 Baht	Unaudited 2015 Baht
<b>Cash flows from investing activities</b>				
Decrease (increase) in cash at financial institutions pledged as security	40,191,481	(247,785,308)	-	-
Decrease (increase) in short-term investments	250,000,000	(29,442,285)	-	-
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	(1,041,548,217)	-	-	-
Proceeds from disposals of leasehold improvements and equipment	63,408,425	1,490,418	-	-
Payments for aircraft, leasehold improvements and equipment	(137,510,965)	(738,058,725)	-	(21,500)
Payments for intangible assets	8 (3,406,600)	(4,167,282)	-	-
Interest received	16,819,583	79,909,763	-	-
Net cash used in investing activities	(812,046,293)	(430,045,991)	-	(21,500)
<b>Cash flows from financing activities</b>				
Repayments of finance leases	(595,012,588)	(486,102,215)	-	-
Interest paid	(302,079,441)	(235,490,097)	-	-
Net cash used in financing activities	(897,092,029)	(721,592,312)	-	-
<b>Net increase (decrease) in cash and cash equivalents</b>	864,589,433	(419,576,872)	4,655,573	2,219,419
Cash and cash equivalents at the beginning of the period	6,122,814,644	4,789,064,903	51,437,734	5,632,235
Exchange gain (loss) on cash and cash equivalents	(11,729,629)	50,877,092	-	-
<b>Cash and cash equivalents at the end of the period</b>	<u>6,975,674,448</u>	<u>4,420,365,123</u>	<u>56,093,307</u>	<u>7,851,654</u>

**Non-cash transactions**

Significant non-cash transactions during the six-month periods ended 30 June 2016 and 2015 are as follows:

Purchases of aircraft spare parts which have not been paid	7,594,009	36,772,443	-	-
Purchases of aircraft under finance lease agreements	-	2,113,694,235	-	-

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 9 August 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 2015), “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 30 June 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	7,203,298,632	552,552,460	6,250,000	(6,250,000)	7,755,851,092
Profit from operation	433,913,889	156,235,776	2,065,732	-	592,215,397
Unallocated costs					(4,728,274)
Net gain on exchange rates					28,316,405
Other income					183,378,967
Finance costs					(109,207,379)
Profit before income tax					689,975,116
Income tax					76,230,657
Net profit for the period					766,205,773
Consolidated total assets					54,465,057,179

**Asia Aviation Public Company Limited**  
**Condensed Notes to Interim Financial Information**  
**For the six-month period ended 30 June 2016**

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

**Financial information by business segments (Cont'd)**

	<b>Consolidated</b>				
	<b>For the three-month period ended 30 June 2015 (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	6,355,200,557	529,752,248	6,250,000	(6,250,000)	6,884,952,805
Profit from operation	228,595,685	118,257,557	1,822,540	-	348,675,782
Unallocated costs					(5,066,646)
Other income					188,805,424
Net loss on exchange rates					(83,618,999)
Finance costs					(143,300,970)
Profit before share of loss from investment in an associate and income tax					305,494,591
Share of loss from investment in an associate					(91,763)
Income tax					66,681,367
Net profit for the period					372,084,195
Consolidated total assets					51,797,565,154

	<b>Consolidated</b>				
	<b>For the six-month period ended 30 June 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	15,636,124,184	1,072,221,257	12,500,000	(12,500,000)	16,708,345,441
Profit from operation	2,112,148,722	302,058,909	4,730,499	-	2,418,938,130
Unallocated costs					(9,506,971)
Net gain on exchange rates					25,875,823
Other income					413,885,428
Finance costs					(235,984,164)
Profit before tax					2,613,208,246
Income tax					(14,056,349)
Net profit for the period					2,599,151,897
Consolidated total assets					54,465,057,179

**Asia Aviation Public Company Limited**  
**Condensed Notes to Interim Financial Information**  
**For the six-month period ended 30 June 2016**

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

**Financial information by business segments (Cont'd)**

	<b>Consolidated</b>				
	<b>For the six-month period ended 30 June 2015 (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	13,586,944,860	1,032,184,077	6,250,000	(6,250,000)	14,619,128,937
Profit from operation	1,128,449,010	223,238,418	3,848,400	-	1,355,535,828
Unallocated costs					(10,344,503)
Other income					387,126,017
Net loss on exchange rates					(68,928,108)
Finance costs					(251,434,550)
Profit before share of loss from investment in an associate and income tax					1,411,954,684
Share of loss from investment in an associate					(182,038)
Income tax					(119,601,860)
Net profit for the period					<u>1,292,170,786</u>
Consolidated total assets					51,797,565,154

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.

**Asia Aviation Public Company Limited**  
**Condensed Notes to Interim Financial Information**  
**For the six-month period ended 30 June 2016**

**5 Short-term investments**

	<b>Consolidated</b>		<b>Company</b>	
	<b>Unaudited 30 June 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>	<b>Unaudited 30 June 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>
Fixed deposits	850,164,199	1,109,230,126	-	-

As at 30 June 2016, short term investments comprise fixed deposits of US Dollars 9.99 million and Baht 500 million (as at 31 December 2015: US Dollars 9.99 million and Baht 750 million). Fixed deposits have the period of 5-month to 12-month and bear interests at the rates of 0.80% to 2.00% per annum (2015: 0.80% to 2.00% per annum).

**6 Trade and other receivables, net**

	<b>Consolidated</b>		<b>Company</b>	
	<b>Unaudited 30 June 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>	<b>Unaudited 30 June 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>
Trade accounts receivable	302,211,553	354,170,114	-	-
<u>Less</u> Allowance for doubtful account	-	-	-	-
Trade accounts receivable, net	302,211,553	354,170,114	-	-
Accrued airport incentive	22,703,208	2,843,204	-	-
Accrued income	46,068,905	49,568,722	-	-
Other accounts receivable	21,301,525	32,608,686	160,500	-
Total trade and other receivables, net	392,285,191	439,190,726	160,500	-

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

	<b>Consolidated</b>		<b>Company</b>	
	<b>Unaudited 30 June 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>	<b>Unaudited 30 June 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>
Up to 3 months	287,921,470	340,651,599	-	-
3 - 6 months	366,449	7,020,344	-	-
6 - 12 months	7,796,442	726,806	-	-
Over 12 months	6,127,192	5,771,365	-	-
Total trade accounts receivable	302,211,553	354,170,114	-	-
<u>Less</u> Allowance for doubtful account	-	-	-	-
Total trade accounts receivable, net	302,211,553	354,170,114	-	-



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	
			30 June 2016 Percent	31 December 2015 Percent	30 June 2016 Baht	31 December 2015 Baht
Thai AirAsia Company Limited	Thai	Providing a low-fare airline service	55	55	3,067,114,370	3,067,114,370

Asia Aviation Public Company Limited  
Condensed Notes to Interim Financial Information  
For the six-month period ended 30 June 2016

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

	Consolidated				Company	
	Intangible assets				Intangible assets	
	Aircraft, leasehold improvements and equipment Baht	Computer software and computer software under installation Baht	Landing rights Baht	Total Baht	Leasehold improvements and equipment Baht	Computer software Baht
<b>For the six-month period ended 30 June 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	145,104,974	3,406,600	-	3,406,600	-	-
Disposals/write-offs, net	(61,840,958)	-	-	-	-	-
Depreciation/amortisation	(571,587,815)	(2,198,715)	-	(2,198,715)	(2,138)	-
Closing net book amount (Unaudited)	17,727,745,152	13,700,925	14,856,000,000	14,869,700,925	15,263	1

**Asia Aviation Public Company Limited**  
**Condensed Notes to Interim Financial Information**  
**For the six-month period ended 30 June 2016**

**9 Finance lease liabilities**

Minimum lease payments under finance lease liabilities are as follows:

	<b>Consolidated</b>		<b>Company</b>	
	<b>Unaudited 30 June 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>	<b>Unaudited 30 June 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>
Within 1 year	1,688,182,113	1,709,396,605	-	-
Later than 1 year but not later than 5 years	6,629,597,611	6,765,109,949	-	-
Later than 5 years	7,107,596,707	8,033,497,105	-	-
<u>Less</u> Future finance charges on finance leases	(2,190,054,054)	(2,471,164,925)	-	-
	<b>13,235,322,377</b>	<b>14,036,838,734</b>	<b>-</b>	<b>-</b>
Representing lease liabilities:				
- Current portion	1,270,227,823	1,261,443,422	-	-
- Non-current portion	11,965,094,554	12,775,395,312	-	-
	<b>13,235,322,377</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 30 June 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>	<b>Unaudited 30 June 2016 Baht</b>	<b>Audited 31 December 2015 Baht</b>
Within 1 year	1,656,002,087	1,676,545,078	-	-
Later than 1 year but not later than 5 years	5,989,907,300	6,104,530,065	-	-
Later than 5 years	5,589,412,990	6,255,763,591	-	-
	<b>13,235,322,377</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%).

## 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 30 June (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)	422,503,502	205,927,996	2,422,948	2,039,517
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)	0.0871	0.0425	0.0005	0.0004
	<b>Consolidated</b>		<b>Company</b>	
	<b>For the six-month periods ended 30 June (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)	1,431,583,188	712,341,024	4,554,762	3,660,205
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)	0.2952	0.1469	0.0009	0.0008

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

## 12 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.

On 13 June 2016, the Company changed its major shareholder from the Bijleveld family, also the Company's management, to the Srivaddhanaprabha family, the new major shareholder and management of the King Power Group. The remaining shares are widely held. The shareholding structure change caused new related party transactions: commission from sales of duty free goods and sponsorship fee paid to Leicester City Football Club because the Company and the King Power Group have the same major shareholder from 13 June 2016 onwards.

For reporting purpose, 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.

**Asia Aviation Public Company Limited**  
**Condensed Notes to Interim Financial Information**  
**For the six-month period ended 30 June 2016**

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

The following significant transactions were carried out with related parties:

**12.1 Income**

	<b>Consolidated</b>		<b>Company</b>	
	<b>For the three-month periods ended 30 June (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>
<b>Other related parties</b>				
Interest income	4,538,010	663,903	-	-
Other administrative fee	7,545,884	11,907,846	-	-
Commission from sales of duty free goods	364,971	-	-	-
<b>Subsidiary</b>				
Management fee	-	-	6,250,000	6,250,000

	<b>Consolidated</b>		<b>Company</b>	
	<b>For the six-month periods ended 30 June (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>
<b>Other related parties</b>				
Interest income	7,548,156	1,602,868	-	-
Other administrative fee	22,731,867	20,762,969	-	-
Commission from sales of duty free goods	364,971	-	-	-
<b>Subsidiary</b>				
Management fee	-	-	12,500,000	12,500,000

**12.2 Purchases of goods, services and expenses**

	<b>Consolidated</b>		<b>Company</b>	
	<b>For the three-month periods ended 30 June (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>
<b>Other related parties</b>				
Share of loss from fuel price swap agreements	19,806,151	170,202,766	-	-
Share of staff costs for accounting and other services	10,014,184	11,092,648	-	-
Aircraft rental	1,125,232,824	984,149,526	-	-
Aircraft repair and maintenance	513,164,708	424,631,286	-	-
Purchases of merchandises and equipment	29,158,914	67,808,585	-	-
Management fee expenses	4,253,832	4,032,944	-	-
Booking fee expenses	39,589,339	28,628,078	-	-
Pilot training expenses	12,795,419	19,479,887	-	-
Brand license fee expenses	78,855,919	70,412,398	-	-
Sponsorship fee paid to Leicester City Football Club	4,042,460	-	-	-

**Asia Aviation Public Company Limited**  
**Condensed Notes to Interim Financial Information**  
**For the six-month period ended 30 June 2016**

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

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

**12.2 Purchases of goods, services and expenses (Cont'd)**

	<b>Consolidated</b>		<b>Company</b>	
	<b>For the six-month periods ended 30 June (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>
<b>Other related parties</b>				
Share of loss from				
fuel price swap agreements	318,253,100	553,679,743	-	-
Share of staff costs for				
accounting and other services	18,724,371	21,834,093	-	-
Aircraft rental	2,255,759,124	1,930,276,604	-	-
Aircraft repair and maintenance	1,005,130,850	806,689,985	-	-
Purchases of merchandises				
and equipment	67,594,271	146,178,195	-	-
Management fee expenses	8,543,616	7,956,672	-	-
Booking fee expenses	81,431,507	60,480,151	-	-
Pilot training expenses	48,140,379	42,789,867	-	-
Brand license fee expenses	169,535,786	149,234,510	-	-
Sponsorship fee paid to				
Leicester City Football Club	4,042,460	-	-	-

**12.3 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 30 June (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>
Salaries and other short-term				
employee benefits	27,734,377	15,774,812	2,057,500	1,750,000
Retirement benefits	2,362,363	1,315,523	-	-
	<u>30,096,740</u>	<u>17,090,335</u>	<u>2,057,500</u>	<u>1,750,000</u>

	<b>Consolidated</b>		<b>Company</b>	
	<b>For the six-month periods ended 30 June (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>
Salaries and other short-term				
employee benefits	75,752,258	40,569,515	3,920,000	3,747,500
Retirement benefits	4,724,726	2,733,482	-	-
	<u>80,476,984</u>	<u>43,302,997</u>	<u>3,920,000</u>	<u>3,747,500</u>

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

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

**12.4 Amounts due from related parties**

	Consolidated		Company	
	Unaudited 30 June 2016 Baht	Audited 31 December 2015 Baht	Unaudited 30 June 2016 Baht	Audited 31 December 2015 Baht
Other related parties	804,170,977	326,208,917	-	-

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

**12.5 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.

For the six-month period ended 30 June 2016, the Group had commitment from an Aircraft maintenance services agreement amounting to US Dollars 7,041,455 (as at 31 December 2015: US Dollars 21,960,368).

**12.6 Other non-current assets**

	Consolidated		Company	
	Unaudited 30 June 2016 Baht	Audited 31 December 2015 Baht	Unaudited 30 June 2016 Baht	Audited 31 December 2015 Baht
<b>Other related parties</b>				
Aircraft rental deposits	727,997,193	748,209,343	-	-
Fuel price swap deposit	17,508,350	17,961,650	-	-
	745,505,543	766,170,993	-	-

**12.7 Amounts due to related parties**

	Consolidated		Company	
	Unaudited 30 June 2016 Baht	Audited 31 December 2015 Baht	Unaudited 30 June 2016 Baht	Audited 31 December 2015 Baht
Other related parties	759,755,869	917,878,501	-	-

### 13 Fair value of derivative financial instruments

The following table presents the fair value of the derivatives used to manage risks as at 30 June 2016

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (Level 3).

	<b>Consolidated</b>	
	<b>Level 2 USD</b>	<b>Level 2 Baht</b>
<b>Assets</b>		
<b>Derivatives used for hedging</b>		
Fuel price swap agreements	4,992,675	-
<b>Total assets</b>	<b>4,992,675</b>	<b>-</b>
	<b>Consolidated</b>	
	<b>Level 2 USD</b>	<b>Level 2 Baht</b>
<b>Liabilities</b>		
<b>Derivatives used for hedging</b>		
Foreign exchange forward contracts	-	20,430,435
Cross currency swap agreement	-	2,355,768
Interest rate swap agreements	-	199,708,535
<b>Total liabilities</b>	<b>-</b>	<b>222,494,738</b>



**Asia Aviation Public Company Limited**  
**Condensed Notes to Interim Financial Information**  
**For the six-month period ended 30 June 2016**

**13 Fair value of derivative financial instruments (Cont'd)**

The following table presents the fair value of the derivatives used to manage risks as at 31 December 2015.

	<b>Consolidated</b>	
	<b>Level 2 USD</b>	<b>Level 2 Baht</b>
<b>Assets</b>		
<b>Derivatives used for hedging</b>		
Foreign exchange forward contract	-	3,461,205
Cross currency swap agreement	-	52,215,877
<b>Total assets</b>	<b>-</b>	<b>55,677,082</b>
	<b>Consolidated</b>	
	<b>Level 2 USD</b>	<b>Level 2 Baht</b>
<b>Liabilities</b>		
<b>Derivatives used for hedging</b>		
Fuel price swap agreements	21,775,524	-
Interest rate swap agreements	-	10,977,994
<b>Total liabilities</b>	<b>21,775,524</b>	<b>10,977,994</b>

Derivatives instruments are measured at their fair values which were quoted prices of the financial institutions with which the Group entered into derivative instrument agreements. The fair values were based on observable information, such as interest rates, foreign exchange rates and fuel prices commonly quoted in publicly available sources on the date of the statements of financial position. This is within level 2 of the fair value hierarchy.

**14 Commitments**

For the six-month period ended 30 June 2016, there were no significant changes in commitments or contingent liabilities from the year ended 31 December 2015 (please see consolidated and company financial statements for the year ended 31 December 2015).

The Group had the future aggregate minimum lease payments in respect of non-cancellable operating aircraft lease agreements made with AirAsia (Mauritius) Limited, which is a related company, and another third party lessors, and insurance agreements of aircraft and aircraft engines as follows:

	<b>Consolidated</b>			
	<b>Unaudited 30 June 2016</b>		<b>Audited 31 December 2015</b>	
	<b>Rental US Dollars</b>	<b>Insurance agreements US Dollars</b>	<b>Rental US Dollars</b>	<b>Insurance agreements US Dollars</b>
Within 1 year	141,834,845	3,130,969	126,647,808	1,003,906
Later than 1 year but not later than 5 years	523,233,628	-	481,391,232	-
Later than 5 years	239,356,212	-	220,655,835	-
<b>Total</b>	<b>904,424,685</b>	<b>3,130,969</b>	<b>828,694,875</b>	<b>1,003,906</b>

## 15 Guarantees

As at 30 June 2016, 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 282.59 million (as at 31 December 2015: Baht 178.17 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.

## 16 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:

	<b>Consolidated</b>					
	<b>Unaudited</b>			<b>Audited</b>		
	<b>30 June 2016</b>			<b>31 December 2015</b>		
	<b>Baht</b>	<b>US</b>	<b>Indian</b>	<b>Baht</b>	<b>US</b>	<b>Indian</b>
	<b>million</b>	<b>Dollars</b>	<b>Rupee</b>	<b>million</b>	<b>Dollars</b>	<b>Rupee</b>
	<b>million</b>	<b>million</b>	<b>million</b>	<b>million</b>	<b>million</b>	<b>million</b>
Guarantees relating to flight operating activities	7.90	0.09	34.82	7.90	0.09	23.58
Guarantees relating to maintenance reserve fund	-	29.97	-	-	27.62	-
<b>Total</b>	<b>7.90</b>	<b>30.06</b>	<b>34.82</b>	<b>7.90</b>	<b>27.71</b>	<b>23.58</b>

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

	<b>Consolidated</b>					
	<b>Unaudited</b>			<b>Audited</b>		
	<b>30 June 2016</b>			<b>31 December 2015</b>		
	<b>Baht</b>	<b>US</b>	<b>Indian</b>	<b>Baht</b>	<b>US</b>	<b>Indian</b>
	<b>million</b>	<b>Dollars</b>	<b>Rupee</b>	<b>million</b>	<b>Dollars</b>	<b>Rupee</b>
	<b>million</b>	<b>million</b>	<b>million</b>	<b>million</b>	<b>million</b>	<b>million</b>
Saving account	-	8.99	-	85.38	-	-
Current account	-	-	3.30	-	7.61	12.68
<b>Total</b>	<b>-</b>	<b>8.99</b>	<b>3.30</b>	<b>85.38</b>	<b>7.61</b>	<b>12.68</b>

## 17 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 authorized and paid-up share capital is not less than Baht 435.50 million.

As at 30 June 2016, the subsidiary had received 21 aircraft under such certificate of promotional privileges from the BOI (as at 31 December 2015: 17 aircraft).