

**Nation International Edutainment Public Company
Limited and its Subsidiaries**

Interim financial statements
for the three-month and nine-month periods ended
30 September 2013
and
Independent auditor's report
on review of interim financial information

Independent auditor's report on review of interim financial information

To the Board of Directors of Nation International Edutainment Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of Nation International Edutainment Public Company Limited and its subsidiaries, and of Nation International Edutainment Public Company Limited, respectively, as at 30 September 2013; the consolidated and separate statements of comprehensive income for the three-month and nine-month periods ended 30 September 2013, changes in equity and cash flows for the nine-month period ended 30 September 2013; and condensed notes ("interim financial information"). 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 the Thai Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information 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 accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

Emphasis of Matter

Without qualifying my conclusion, I draw attention to note 3 to the interim financial information describing the effect of the Company and its subsidiaries' adoption from 1 January 2013 of certain new accounting policies. The consolidated and separate statements of financial position as at 31 December 2012, which are included as comparative information, are components of the audited consolidated and separate financial statements as at and for the year ended 31 December 2012 after making the adjustments described in note 3. I have audited these adjustments and, based on my audit, in my opinion, such adjustments are appropriate and have been properly applied. Furthermore, the consolidated and separate statements of comprehensive income for the three-month and nine-month periods ended 30 September 2012, changes in equity and cash flows for the nine-month period ended 30 September 2012, which are included as comparative information, have also been adjusted as described in note 3. I have reviewed these adjustments and, based on my review, nothing has come to my attention to indicate that such adjustments are not appropriate and properly applied.

(Winid Silamongkol)
Certified Public Accountant
Registration No. 3378

KPMG Phoomchai Audit Ltd.
Bangkok
6 November 2013

Nation International Edutainment Public Company Limited and its Subsidiaries

Statement of financial position

Assets	Note	Consolidated		Separate	
		financial statements		financial statements	
		30 September 2013 (Unaudited)	31 December 2012 (Restated)	30 September 2013 (Unaudited)	31 December 2012 (Restated)
<i>(in thousand Baht)</i>					
Current assets					
Cash and cash equivalents		335,222	6,799	329,764	4,568
Trade accounts receivable	5	161,998	120,371	87,481	40,838
Accrued income		19,561	8,221	11,798	4,057
Other receivables from related parties	4	16,843	15,496	32,738	32,284
Short-term loan to related party	4	-	-	3,000	3,000
Inventories		137,608	119,083	40,708	36,184
Other current assets		21,162	28,091	11,809	21,771
Total current assets		692,394	298,061	517,298	142,702
Non-current assets					
Restricted deposits	8	-	2,536	-	-
Investments in subsidiaries	6	-	-	26,964	25,614
Investment in jointly-controlled entity	7	-	-	25,046	25,046
Equipment	9	5,600	6,692	3,642	4,470
Intangible assets	10	48,055	43,403	19,442	14,382
Deferred tax assets	3, 11	16,630	15,617	6,015	5,621
Other non-current assets		2,720	2,549	2,021	1,967
Total non-current assets		73,005	70,797	83,130	77,100
Total assets		765,399	368,858	600,428	219,802

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

Nation International Edutainment Public Company Limited and its Subsidiaries

Statement of financial position

	Note	Consolidated		Separate	
		financial statements		financial statements	
		30 September	31 December	30 September	31 December
		2013	2012	2013	2012
		(Unaudited)	(Restated)	(Unaudited)	(Restated)
		<i>(in thousand Baht)</i>			
Liabilities and equity					
<i>Current liabilities</i>					
Bank overdrafts		9,750	11,130	-	1,276
Trade accounts payable	12	176,997	130,669	88,787	57,757
Other payables to related parties	4	14,485	9,763	12,866	8,594
Current portion of long-term loan from financial institution		-	4,604	-	-
Accrued expenses	4	21,463	20,039	6,974	6,621
Income tax payable		1,931	1,310	721	-
Other current liabilities		8,642	5,271	6,797	4,419
Total current liabilities		233,268	182,786	116,145	78,667
<i>Non-current liabilities</i>					
Employee benefit obligations	13	5,426	2,572	3,433	878
Other non-current liabilities		514	440	95	95
Total non-current liabilities		5,940	3,012	3,528	973
Total liabilities		239,208	185,798	119,673	79,640
<i>Equity</i>					
Share capital	14				
Authorised share capital		259,250	85,000	259,250	85,000
Issued and paid-up share capital		170,000	85,000	170,000	85,000
Premium on ordinary shares	14	272,542	18,352	272,542	18,352
Warrants	15	292	-	292	-
Retained earnings					
Appropriated					
Legal reserve	16	9,300	8,500	9,300	8,500
Unappropriated		73,671	71,207	28,621	28,310
Equity attributable to owners of the Company		525,805	183,059	480,755	140,162
Non-controlling interests		386	1	-	-
Total equity		526,191	183,060	480,755	140,162
Total liabilities and equity		765,399	368,858	600,428	219,802

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

Nation International Edutainment Public Company Limited and its Subsidiaries
Statement of comprehensive income (Unaudited)

	Note	Consolidated financial statements		Separate financial statements	
		Three month period ended 30 September		Three month period ended 30 September	
		2013	2012 (Restated)	2013	2012 (Restated)
<i>(in thousand Baht)</i>					
Income	4				
Revenue from sale of goods		40,924	60,961	10,735	18,285
Revenue from rendering of services		35,992	21,481	33,816	21,334
Investment income		1,862	609	1,022	100
Other income		1,465	2,180	2,099	2,021
Total income		80,243	85,231	47,672	41,740
Expenses					
Cost of sale of goods and rendering of services	4	50,747	58,613	27,678	26,194
Selling expenses	4	11,886	8,243	9,690	7,105
Administrative expenses	4	9,045	12,587	5,659	7,196
Management benefit expenses		2,928	2,942	2,107	2,387
Finance costs		337	511	148	150
Total expenses		74,943	82,896	45,282	43,032
Profit (loss) before income tax expense		5,300	2,335	2,390	-1,292
Income tax expense		-1,809	717	-1,085	1,652
Profit for the period		3,491	3,052	1,305	360
Other comprehensive income					
Defined benefit plan actuarial losses	13	-	-	-	-
Income tax on other comprehensive income		-	-	-	-
Other comprehensive income for the period, net of income tax		-	-	-	-
Total comprehensive income for the period		3,491	3,052	1,305	360
Profit attributable to					
Owners of the Company	18	3,505	3,052	1,305	360
Non-controlling interests		-14	-	-	-
Profit for the period		3,491	3,052	1,305	360
Total comprehensive income attributable to					
Owners of the Company		3,505	3,052	1,305	360
Non-controlling interests		-14	-	-	-
Total comprehensive income for the period		3,491	3,052	1,305	360
Earnings per share	18				
Basic earnings per share <i>(in Baht)</i>		0.02	0.04	0.01	0.01
Diluted earnings per share <i>(in Baht)</i>		0.02	0.04	0.01	0.01

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

Nation International Edutainment Public Company Limited and its Subsidiaries

Statement of comprehensive income (Unaudited)

	Note	Consolidated financial statements		Separate financial statements	
		Nine month period ended		Nine month period ended	
		30 September		30 September	
		2013	2012	2013	2012
			(Restated)		(Restated)
		<i>(in thousand Baht)</i>			
Income	4				
Revenue from sale of goods		184,508	188,008	64,041	64,066
Revenue from rendering of services		86,111	69,388	94,756	65,862
Investment income		3,383	1,815	1,141	484
Other income		3,740	9,656	5,644	4,895
Total income		277,742	268,867	165,582	135,307
Expenses					
Cost of sale of goods and rendering of services	4	184,804	180,699	98,769	82,078
Selling expenses	4	33,498	20,358	25,303	16,770
Administrative expenses	4	27,027	33,171	15,893	19,663
Management benefit expenses		6,527	8,384	4,146	5,207
Finance costs		1,234	1,537	427	463
Total expenses		253,090	244,149	144,538	124,181
Profit before income tax expense		24,652	24,718	21,044	11,126
Income tax expense		-7,011	-5,094	-5,642	-1,857
Profit for the period		17,641	19,624	15,402	9,269
Other comprehensive income					
Defined benefit plan actuarial losses	13	-2,051	-	-1,926	-
Income tax on other comprehensive income	11	410	-	385	-
Other comprehensive income for the period, net of income tax		-1,641	-	-1,541	-
Total comprehensive income for the period		16,000	19,624	13,861	9,269
Profit attributable to					
Owners of the Company	18	17,655	19,624	15,402	9,269
Non-controlling interests		-14	-	-	-
Profit for the period		17,641	19,624	15,402	9,269
Total comprehensive income attributable to					
Owners of the Company		16,014	19,624	13,861	9,269
Non-controlling interests		-14	-	-	-
Total comprehensive income for the period		16,000	19,624	13,861	9,269
Earnings per share	18				
Basic earnings per share <i>(in Baht)</i>		0.16	0.23	0.14	0.11
Diluted earnings per share <i>(in Baht)</i>		0.16	0.23	0.14	0.11

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Nation International Edutainment Public Company Limited and its Subsidiaries

Statement of cash flows (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Nine month period ended		Nine month period ended	
	30 September		30 September	
2013	2012	2013	2012	
	(Restated)		(Restated)	
	<i>(in thousand Baht)</i>			
<i>Cash flows from operating activities</i>				
Profit for the period	17,641	19,624	15,402	9,269
<i>Adjustments for</i>				
Depreciation	1,620	1,401	947	673
Amortisation of intangible assets	20,900	21,327	7,134	5,606
Investment income	(3,383)	(1,815)	(1,141)	(484)
Employee benefit obligations	803	2,251	629	2,103
Share-based payment transactions	292	-	292	-
Finance costs	1,234	1,537	427	463
Bad and doubtful debts expense	635	973	-	21
Reversal of loss on obsolete inventories	(4,818)	(5,040)	-1,405	(315)
Loss on disposal of equipment	-	94	-	347
Loss on disposal of intangible assets	-	927	-	-
Income tax expense	7,011	5,094	5,642	1,857
	41,935	46,373	27,927	19,540
<i>Changes in operating assets and liabilities</i>				
Trade accounts receivable	(42,262)	(15,896)	(46,643)	10,192
Accrued income	(11,340)	(1,407)	(7,741)	(195)
Other receivables from related parties	(1,347)	1,140	(454)	(4,510)
Inventories	(13,707)	(11,438)	(3,119)	169
Other current assets	6,929	(14,052)	9,962	(13,834)
Restricted deposits	2,536	(19)	-	-
Other non-current assets	(171)	(1,696)	(54)	-1,524
Trade accounts payable	46,328	27,516	31,030	285
Other payables to related parties	4,722	3,672	4,272	4,208
Accrued expenses	1,424	(104)	353	(906)
Other current liabilities	3,371	-4,000	2,378	(921)
Employee benefit obligations	-	-6,481	-	-6,481
Other non-current liabilities	74	439	-	95
Cash generated from operating activities	38,492	24,047	17,911	6,118
Income tax paid	-6,993	-9,524	-4,930	-7,039
Net cash from (used in) operating activities	31,499	14,523	12,981	-921

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

Nation International Edutainment Public Company Limited and its Subsidiaries

Statement of cash flows (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Nine month period ended		Nine month period ended	
	30 September		30 September	
2013	2012	2013	2012	
	(Restated)		(Restated)	
	<i>(in thousand Baht)</i>			
<i>Cash flows from investing activities</i>				
Interest received	3,383	1,815	1,141	484
Purchase of equipment	-1,944	-4,342	-1,934	-3,879
Sale of equipment	1,815	520	1,815	24
Purchase of intangible assets	-25,552	-25,705	-12,194	-7,355
Cash outflow on investments in subsidiaries	-	-	-1,350	-
Net cash used in investing activities	-22,298	-27,712	-12,522	-10,726
<i>Cash flows from financing activities</i>				
Interest paid	(1,234)	(1,537)	(427)	(463)
Dividends paid to owners of the Company	(12,750)	(12,750)	(12,750)	(12,750)
Bank overdrafts	(1,380)	8,259	(1,276)	2,168
Proceeds from issue of ordinary shares	340,000	-	340,000	-
Transaction costs from issue of shares	(810)	-	(810)	-
Repayment of long-term loan from financial institution	(4,604)	(3,728)	-	-
Net cash from (used in) financing activities	319,222	-9,756	324,737	-11,045
Net increase (decrease) in cash and cash equivalents	328,423	-22,945	325,196	-22,692
Cash and cash equivalents at 1 January	6,799	29,446	4,568	26,456
Cash and cash equivalents at 30 September	335,222	6,501	329,764	3,764

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

Nation International Edutainment Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

	Consolidated financial statements								
	Note	Issued and paid-up share capital	Share premium	Warrant	Retained earnings		Equity attributable to owners of the Company	Non-controlling interests	Total equity
					Legal reserve	Unappropriated			
<i>(in thousand Baht)</i>									
Nine month period ended 30 September 2013									
Balance at 1 January 2013 - as reported		85,000	18,352	-	8,500	55,590	167,442	1	167,443
Impact of changes in accounting policies	3	-	-	-	-	15,617	15,617	-	15,617
Balance at 1 January 2013 - restated		85,000	18,352	-	8,500	71,207	183,059	1	183,060
Transactions with owners, recorded directly in equity									
<i>Contributions by and distributions to owners of the Company</i>									
Issue of ordinary shares	14	85,000	254,190	-	-	-	339,190	-	339,190
Share-based payment transactions	15	-	-	292	-	-	292	-	292
Dividends to owners of the Company	19	-	-	-	-	(12,750)	(12,750)	-	(12,750)
Total contributions by and distributions to owners of the Company		85,000	254,190	292	-	(12,750)	326,732	-	326,732
Acquisition of non-controlling interests without a change in control		-	-	-	-	-	-	399	399
Total changes in ownership interests in subsidiaries		-	-	-	-	-	-	399	399
Total transactions with owners, recorded directly in equity		85,000	254,190	292	-	(12,750)	326,732	399	327,131
Comprehensive income for the period									
Profit or loss		-	-	-	-	17,655	17,655	(14)	17,641
Other comprehensive income		-	-	-	-	(1,641)	(1,641)	-	(1,641)
Total comprehensive income for the period		-	-	-	-	16,014	16,014	(14)	16,000
Transfer to legal reserve	16	-	-	-	800	(800)	-	-	-
Balance at 30 September 2013		170,000	272,542	292	9,300	73,671	525,805	386	526,191

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

Nation International Edutainment Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

	Note	Separate financial statements				Total Equity
		Issued and paid-up share capital	Share premium	Legal reserve	Retained earnings Unappropriated	
Nine month period ended 30 September 2012						
Balance at 1 January 2012 - as reported		85,000	18,352	8,500	24,419	136,271
Impact of changes in accounting policies	3	-	-	-	6,665	6,665
Balance at 1 January 2012 - restated		85,000	18,352	8,500	31,084	142,936
Transactions with owners, recorded directly in equity						
<i>Contributions by and distributions to owners of the Company</i>						
Dividends to owners of the Company	19	-	-	-	(12,750)	(12,750)
<i>Total contributions by and distributions to owners of the Company</i>		-	-	-	(12,750)	(12,750)
Total transactions with owners, recorded directly in equity		-	-	-	(12,750)	(12,750)
Comprehensive income for the period						
Profit or loss		-	-	-	9,269	9,269
Other comprehensive income		-	-	-	-	-
Total comprehensive income for the period		-	-	-	9,269	9,269
Balance at 30 September 2012		85,000	18,352	8,500	27,603	139,455

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

Nation International Edutainment Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

	Note	Separate financial statements					Total Equity
		Issued and paid-up share capital	Share premium	Warrant	Legal reserve	Retained earnings Unappropriated	
<i>(in thousand Baht)</i>							
Nine month period ended 30 September 2013							
Balance at 1 January 2013 - as reported		85,000	18,352	-	8,500	22,689	134,541
Impact of changes in accounting policies	3	-	-	-	-	5,621	5,621
Balance at 1 January 2013 - restated		85,000	18,352	-	8,500	28,310	140,162
Transactions with owners, recorded directly in equity							
<i>Contributions by and distributions to owners of the Company</i>							
Issue of ordinary shares	14	85,000	254,190	-	-	-	339,190
Share-based payment transactions	15	-	-	292	-	-	292
Dividends to owners of the Company	19	-	-	-	-	(12,750)	(12,750)
Total contributions by and distributions to owners of the Company		85,000	254,190	292	-	(12,750)	326,732
Total transactions with owners, recorded directly in equity		85,000	254,190	292	-	(12,750)	326,732
Comprehensive income for the period							
Profit or loss		-	-	-	-	15,402	15,402
Other comprehensive income		-	-	-	-	(1,541)	(1,541)
Total comprehensive income for the period		-	-	-	-	13,861	13,861
Transfer to legal reserve	16	-	-	-	800	(800)	-
Balance at 30 September 2013		170,000	272,542	292	9,300	28,621	480,755

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

Nation International Edutainment Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2013 (Unaudited)

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Nation International Edutainment Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2013 (Unaudited)

These notes form an integral part of the interim financial statements.

The interim financial statements issued for Thai regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language statutory financial statements, and were approved and authorised for issued by the Board of Directors on 6 November 2013.

1 General information

Nation International Edutainment Public Company Limited, the “Company”, is incorporated in Thailand and has its registered office at 1858/123-124, 29th Bangna-Trad Road, Kwang Bangna, Khet Bangna, Bangkok, Thailand.

The Company was listed on the Market for Alternative Investment in November 2010.

The parent company during the financial period was Nation Multimedia Group Public Company Limited (83.78% shareholding), which was incorporated in Thailand.

The principal businesses of the Company are importing, publishing and distributing local and foreign publications, production of TV programs and providing advertisements through TV media, digital media, character management and education services. Details of the Company’s subsidiaries and jointly-controlled entity as at 30 September 2013 and 31 December 2012 were as follows:

Name of the entities	Type of business	Country of incorporation	Ownership interest (%)	
			30 September 2013	31 December 2012
<i>Subsidiaries</i>				
Nation Edutainment Co., Ltd.	Publishing	Thailand	99.99	99.99
Nation Kids Co., Ltd.	Production of TV programs and providing advertisements through TV media	Thailand	99.99	99.99
Nine Be Bright Co., Ltd.	Education services	Thailand	59.99	-
<i>Jointly-controlled entity</i>				
Nation Egmont Edutainment Co., Ltd.	Publishing	Thailand	49.99	49.99

2 Basis of preparation of the interim financial statements

(a) Statement of compliance

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard (TAS) No. 34 (revised 2009) *Interim Financial Reporting*; guidelines promulgated by the Federation of Accounting Professions (FAP); and applicable rules and regulations of the Thai Securities and Exchange Commission.

Nation International Edutainment Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2013 (Unaudited)

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2012. They do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company and its subsidiaries for the year ended 31 December 2012.

The FAP has issued the following new and revised TFRS and FAP Announcements relevant to the Group's operations and effective for accounting periods beginning on or after 1 January 2013:

TFRS	Topic
TAS 12	Income Taxes
TAS 21 (revised 2009)	The Effects of Changes in Foreign Exchange Rates
TFRS 8	Operating Segments

The adoption of these new and revised TFRS has resulted in changes in the Group's accounting policies. The effects of these changes are disclosed in note 3.

In addition to the above new and revised TFRS, as at 30 September 2013 the FAP had issued a number of new and revised TFRS which are effective for financial statements beginning on or after 1 January 2014 and have not been adopted in the preparation of these interim financial statements. Those new and revised TFRS that are relevant to the Group's operations are disclosed in note 21.

Except for the changes in accounting policy discussed in note 3 and the Company has adopted TFRS 2 discussed in note 15, the accounting policies and methods of computation applied in these interim financial statements are consistent with those applied in the financial statements for the year ended 31 December 2012.

(b) *Functional and presentation currency*

The interim financial statements are presented in Thai Baht, which is the Group's functional currency. All financial information presented in Thai Baht has been rounded to the nearest thousand unless otherwise stated.

(c) *Use of estimates and judgements*

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

In preparing these interim financial statements, 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 financial statements for the year ended 31 December 2012. Changes principally derive from the adoption of new and revised TFRS from 1 January 2013.

Nation International Edutainment Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2013 (Unaudited)

Judgements

The key judgements made in applying accounting policies that have the most significant effect on the amounts recognised in these interim financial statements are as follows:

Note 11	Current and deferred tax
Note 13	Measurement of defined benefit obligations

3 Changes in accounting policies

(a) Overview

From 1 January 2013, consequent to the adoption of new and revised TFRS and FAP Announcements as set out in note 2, the Group has changed its accounting policies in the following areas:

- Accounting for income tax
- Accounting for the effects of changes in foreign exchange rates
- Presentation of information on operating segments

Details of the new accounting policies adopted by the Group are included in notes 3(b) to 3 (d). Other new and revised TFRS did not have any impact on the accounting policies, financial position or performance of the Group.

(b) Accounting for income tax

The principal change introduced by TAS 12 is the requirement to account for deferred tax assets and liabilities in the financial statements.

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognised for the following temporary differences: the initial recognition of goodwill; the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss; and differences relating to investments in subsidiaries and jointly-controlled entity to the extent that it is probable that they will not reverse in the foreseeable future.

The measurement of deferred tax reflects the tax consequences that would follow the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

A deferred tax asset is recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised. Deferred tax assets are reviewed at each reporting date and reduced to the extent that it is no longer probable that the related tax benefit will be realised.

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The Group adopted TAS 12 with effect from 1 January 2013. The effects of the change are recognised retrospectively in the financial statements. The impact of the change on the financial statements is as follows:

	Consolidated financial statements			Separate financial statements		
	30 September 2013	31 December 2012	1 January 2012	30 September 2013	31 December 2012	1 January 2012
<i>Statement of financial position as at</i>						
			(in thousand Baht)			
Increase in deferred tax assets	16,630	15,617	18,875	6,015	5,621	6,665
Increase in retained earnings	16,630	15,617	18,875	6,015	5,621	6,665
Increase in shareholders' equity	16,630	15,617	18,875	6,015	5,621	6,665

	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
<i>Statement of comprehensive income for the three-month period ended 30 September</i>				
			(in thousand Baht)	
Increase in income tax expense	<u>(500)</u>	<u>(979)</u>	<u>(159)</u>	<u>(631)</u>
Decrease in profit for the period	<u>(500)</u>	<u>(979)</u>	<u>(159)</u>	<u>(631)</u>
Decrease in earnings per share				
- Basic earnings per share (in Baht)	<u>(0.003)</u>	<u>(0.012)</u>	<u>(0.001)</u>	<u>(0.007)</u>
- Diluted earnings per share (in Baht)	<u>(0.003)</u>	<u>(0.012)</u>	<u>(0.001)</u>	<u>(0.007)</u>

	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
<i>Statement of comprehensive income for the nine-month period ended 30 September</i>				
			(in thousand Baht)	
(Increase) decrease in income tax expense	<u>603</u>	<u>(2,763)</u>	<u>9</u>	<u>(817)</u>
Increase (decrease) in profit for the period	<u>603</u>	<u>(2,763)</u>	<u>9</u>	<u>(817)</u>
Increase (decrease) in earnings per share				
- Basic earnings per share (in Baht)	<u>0.005</u>	<u>(0.033)</u>	<u>0.0001</u>	<u>(0.010)</u>
- Diluted earnings per share (in Baht)	<u>0.005</u>	<u>(0.033)</u>	<u>0.0001</u>	<u>(0.010)</u>

(c) Accounting for the effects of changes in foreign exchange rates

From 1 January 2013, the Group has adopted TAS 21 Accounting for the effects of changes in foreign exchange rates.

The principal change introduced by TAS 21 is the introduction of the concept of functional currency, which is defined as the currency of the primary economic environment in which the entity operates. TAS 21 requires the entity to determine its functional currency and translate foreign currency items into its functional currency, reporting the effects of such translation in accordance with the provisions of TAS 21. Foreign currencies are defined by TAS 21 as all currencies other than the entity's functional currency.

Management has determined that the functional currency of the Company is Thai Baht and that the adoption of TAS 21 from 1 January 2013 has not had a significant impact on the Group's reported assets, liabilities or retained earnings.

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(d) Presentation of information on operating segments

From 1 January 2013, the Group has adopted TFRS 8 Operating Segments. The new policy for presentation of information on operating segments, together with information on the previous policy, is given below.

TFRS 8 introduces the “management approach” to segment reporting. It requires a change in the presentation and disclosure of segment information based on the internal reports regularly reviewed by the Group’s Chief Operating Decision Maker in order to assess each segment’s performance and to allocate resources to those segments. Previously the Group presented segment information in respect of its business and geographical segments in accordance with TAS 14 Segment Reporting.

The change in basis of presentation and disclosure of segment information has resulted in the Group presenting segment information (Note 17) in respect of the following segments: publishing and others.

4 Related parties

For the purposes of these financial statements, parties are considered to be related to the Group if the Group has the ability, directly or indirectly, to control or joint control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

Relationships with subsidiaries, jointly-controlled entity and other related parties were as follows:

Name of entities	Country of incorporation/ nationality	Nature of relationships
Nation Multimedia Group Public Company Limited	Thailand	Parent, 83.78% shareholding in the Company, some common directors
Nation Edutainment Co., Ltd.	Thailand	Subsidiary, 99.99% shareholding, some common directors
Nation Kids Co., Ltd.	Thailand	Subsidiary, 99.99% shareholding, some common directors
Nine Be Bright Co., Ltd.	Thailand	Subsidiary, 59.99% shareholding, some common directors
Nation Egmont Edutainment Co., Ltd.	Thailand	Jointly-controlled entity, 49.99% shareholding, some common directors
Nation Broadcasting Corporation Public Company Limited	Thailand	64.00% shareholding by parent, some common directors
Nation News Network Co., Ltd.	Thailand	99.99% shareholding by parent, some common directors
NML Co., Ltd.	Thailand	99.99% shareholding by parent, some common directors
Kom Chad Luek Media Co., Ltd.	Thailand	99.99% shareholding by parent, some common directors

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Name of entities	Country of incorporation/ nationality	Nature of relationships
Krungthep Turakij Media Co., Ltd.	Thailand	99.99% shareholding by parent, some common directors
Nation U Co., Ltd.	Thailand	90.00% shareholding by parent, some common directors
WPS (Thailand) Co., Ltd.	Thailand	84.50% shareholding by parent, some common directors
Nation University	Thailand	University, a license holding by Nation U Co., Ltd.
Yomiuri-Nation Information Service Limited	Thailand	45.00% shareholding by Parent, some common directors
Egmont International Holding A/S	Denmark	Shareholder of Nation Egmont Edutainment Co., Ltd., 49.00% shareholding

The pricing policies for particular types of transactions are explained further below:

Transactions	Pricing policies
Sales of goods and rendering of services	General market price
Interest income on loan	Approximate loan rate of the financial institutions
Other income	Negotiable rate which approximate market price
Cost of sales of goods and rendering of services	Negotiable rate which approximate market price
Selling and administrative expenses	Negotiable rate

Significant transactions for the three-month and nine-month periods ended 30 September 2013 and 2012 with related parties were as follows:

Three-month period ended 30 September	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
Parent				
Sales of goods and rendering of services	1,488	1,448	860	1,120
Cost of sales of goods and rendering of services	3,700	4,096	3,018	3,575
Selling and administrative expenses	1,260	1,555	1,153	1,351
Subsidiaries				
Sales of goods and rendering of services	-	-	9,704	-
Interest income on loan	-	-	53	54
Other income	-	-	239	273

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<i>Three-month period ended 30 September</i>	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
Jointly-controlled entity				
Sales of goods and rendering of services	15,325	19,405	347	111
Cost of sales of goods and rendering of services	11	920	22	1,841
Interest income on loan	892	545	-	-
Other income	531	503	1,061	1,006
Selling and administrative expenses	756	981	441	907
Other related parties				
Sales of goods and rendering of services	2,088	1,115	2,087	1,112
Cost of sales of goods and rendering of services	28,389	26,574	12,249	11,451
Selling and administrative expenses	1,397	1,537	603	629
<i>Nine-month period ended 30 September</i>	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
Parent				
Sales of goods and rendering of services	3,477	6,684	2,247	3,317
Cost of sales of goods and rendering of services	11,680	12,477	9,654	10,949
Selling and administrative expenses	4,085	5,300	3,669	4,573
Subsidiaries				
Sales of goods and rendering of services	-	-	25,308	-
Interest income on loan	-	-	157	161
Other income	-	-	718	884
Jointly-controlled entity				
Sales of goods and rendering of services	52,316	56,195	367	608
Cost of sales of goods and rendering of services	3,245	2,036	6,489	4,073
Interest income on loan	2,392	1,463	-	-
Other income	1,561	1,557	3,121	3,113
Selling and administrative expenses	2,339	2,658	1,732	2,323
Other related parties				
Sales of goods and rendering of services	4,999	4,626	4,998	4,257
Cost of sales of goods and rendering of services	94,437	81,877	38,853	36,326
Selling and administrative expenses	5,153	4,255	2,748	1,816

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Balances as at 30 September 2013 and 31 December 2012 with related parties were as follows:

<i>Trade accounts receivable from related parties</i>	Consolidated financial statements		Separate financial statements	
	30 September 2013	31 December 2012	30 September 2013	31 December 2012
	<i>(in thousand Baht)</i>			
Parent				
Nation Multimedia Group Public Company Limited	1,504	2,581	984	2,407
Subsidiary				
Nation Kids Co., Ltd.	-	-	27,066	-
Jointly-controlled entity				
Nation Egmont Edutainment Co., Ltd.	81,290	63,918	393	855
Other related parties				
Yomiuri-Nation Information Service Limited	191	268	191	268
Nation Broadcasting Corporation Public Company Limited	368	208	368	208
Kom Chad Luek Media Co., Ltd.	31	34	31	34
Krungthep Turakij Media Co., Ltd.	14,930	125	14,927	122
Others	140	261	140	260
	98,454	67,395	44,100	4,154
Less allowance for doubtful accounts	(67)	(67)	(67)	(67)
allowance for goods returned	(118)	-	-	-
Net	98,269	67,328	44,033	4,087
	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
Bad and doubtful debts expense for the three-month period ended 30 September	-	-	-	-
nine-month period ended 30 September	-	-	-	-

<i>Other receivables from related parties</i>	Consolidated financial statements		Separate financial statements	
	30 September 2013	31 December 2012	30 September 2013	31 December 2012
	<i>(in thousand Baht)</i>			
Parent				
Nation Multimedia Group Public Company Limited	1,116	1,016	1,009	842
Subsidiaries				
Nation Edutainment Co., Ltd.	-	-	2,725	3,376
Nation Kids Co., Ltd.	-	-	27	5
Jointly-controlled entity				
Nation Egmont Edutainment Co., Ltd.	13,486	13,665	26,737	27,246

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<i>Other receivables from related parties</i>	Consolidated financial statements		Separate financial statements	
	30 September 2013	31 December 2012	30 September 2013	31 December 2012
	<i>(in thousand Baht)</i>			
Other related parties				
Krungthep Turakij Media Co., Ltd.	82	412	82	412
Nation Broadcasting Corporation Public Company Limited	-	44	-	44
Kom Chad Luek Media Co., Ltd.	1	163	-	163
Nation News Network Co., Ltd.	121	125	121	125
Nation University	1,942	-	1,942	-
Others	95	71	95	71
	16,843	15,496	32,738	32,284
Less allowance for doubtful accounts	-	-	-	-
Net	16,843	15,496	32,738	32,284
	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
Bad and doubtful debts expense for the three-month period ended 30 September	-	-	-	-
nine-month period ended 30 September	-	-	-	-

<i>Short-term loan to related party</i>	Interest rate		Consolidated financial statements		Separate financial statements	
	2013	2012	30 September 2013	31 December 2012	30 September 2013	31 December 2012
	<i>(% per annum)</i>		<i>(in thousand Baht)</i>			
Subsidiary						
Nation Edutainment Co., Ltd.	7.00	6.15 - 6.40	-	-	3,000	3,000

Movements during the nine-month periods ended 30 September 2013 and 2012 of short-term loan to related party were as follows:

<i>Short-term loan to related party</i>	Consolidated financial statements		Separate financial statements	
<i>Nine-month period ended 30 September</i>	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
Subsidiary				
At 1 January	-	-	3,000	3,000
Increase	-	-	-	-
Decrease	-	-	-	-
At 30 September	-	-	3,000	3,000

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<i>Trade accounts payable to related parties</i>	Consolidated financial statements		Separate financial statements	
	30 September 2013	31 December 2012	30 September 2013	31 December 2012
	<i>(in thousand Baht)</i>			
Parent				
Nation Multimedia Group Public Company Limited	24,567	17,001	14,668	9,136
Subsidiary				
Nation Kids Co., Ltd.	-	-	14,585	-
Jointly-controlled entity				
Nation Egmont Edutainment Co., Ltd.	846	80	1,692	92
Other related parties				
WPS (Thailand) Co., Ltd.	115,240	78,052	24,114	17,674
NML Co., Ltd.	7,036	4,678	5,537	3,757
Nation Broadcasting Corporation Public Company Limited	6,912	1,912	6,912	1,912
Krungthep Turakij Media Co., Ltd.	2,240	1,108	2,201	1,033
Others	649	100	557	16
Total	157,490	102,931	70,266	33,620
<i>Other payables to related parties</i>	Consolidated financial statements		Separate financial statements	
	30 September 2013	31 December 2012	30 September 2013	31 December 2012
	<i>(in thousand Baht)</i>			
Parent				
Nation Multimedia Group Public Company Limited	10,871	5,972	9,701	5,074
Subsidiary				
Nation Edutainment Co., Ltd.	-	-	53	38
Jointly-controlled entity				
Nation Egmont Edutainment Co., Ltd.	1,572	1,574	1,244	1,413
Other related parties				
Nation Broadcasting Corporation Public Company Limited	787	1,453	729	1,394
Nation News Network Co., Ltd.	1,011	22	1,011	22
Krungthep Turakij Media Co., Ltd.	85	379	57	373
Others	159	363	71	280
Total	14,485	9,763	12,866	8,594

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<i>Accrued expenses</i>	Consolidated financial statements		Separate financial statements	
	30 September 2013	31 December 2012	30 September 2013	31 December 2012
	<i>(in thousand Baht)</i>			
Parent				
Nation Multimedia Group Public Company Limited	38	-	31	-
Other related parties				
WPS (Thailand) Co., Ltd.	2,119	1,614	363	491
NML Co., Ltd.	-	57	-	57
Nation News Network Co., Ltd.	275	-	275	-
Total	2,432	1,671	669	548

Significant agreement with related party

Short-term loan agreement

In 2011, the Company entered into a short-term loan agreement with Nation Edutainment Co., Ltd., a subsidiary amounted to Baht 3 million. The loan was promissory note and repayable at call. The loan bore interest rate at the average Minimum Loan Rate (average MLR) of four financial institutions.

5 Trade accounts receivable

	<i>Note</i>	Consolidated financial statements		Separate financial statements	
		30 September 2013	31 December 2012	30 September 2013	31 December 2012
		<i>(in thousand Baht)</i>			
Related parties	4	98,454	67,395	44,100	4,154
Other parties		77,261	65,654	46,525	39,542
Total		175,715	133,049	90,625	43,696
<i>Less</i> allowance for doubtful accounts		(3,753)	(3,118)	(613)	(613)
allowance for goods returned		(9,964)	(9,560)	(2,531)	(2,245)
Net		161,998	120,371	87,481	40,838
		2013	2012	2013	2012
		<i>(in thousand Baht)</i>			
Bad and doubtful debts expense (reverse of) for the three-month period ended 30 September		(34)	682	-	9
for the nine-month period ended 30 September		635	973	-	21

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Aging analyses for trade accounts receivable were as follows:

	Consolidated financial statements		Separate financial statements	
	30 September 2013	31 December 2012	30 September 2013	31 December 2012
	<i>(in thousand Baht)</i>			
Related parties				
Within credit terms	32,847	21,515	27,224	2,958
Overdue:				
Less than 6 months	19,528	39,382	16,691	682
6-12 months	19,382	6,002	36	453
Over 12 months	26,697	496	149	61
	98,454	67,395	44,100	4,154
Less allowance for doubtful accounts	(67)	(67)	(67)	(67)
allowance for goods returned	(118)	-	-	-
	98,269	67,328	44,033	4,087
Other parties				
Within credit terms	39,845	55,066	25,630	31,273
Overdue:				
Less than 6 months	33,918	9,044	19,531	8,066
6-12 months	1,114	758	1,148	20
Over 12 months	2,384	786	216	183
	77,261	65,654	46,525	39,542
Less allowance for doubtful accounts	(3,686)	(3,051)	(546)	(546)
allowance for goods returned	(9,846)	(9,560)	(2,531)	(2,245)
	63,729	53,043	43,448	36,751
Net	161,998	120,371	87,481	40,838

The normal credit term granted by the Group ranges from 15 days to 90 days.

6 Investments in subsidiaries

	Separate financial statements	
	2013	2012
<i>Nine-month period ended 30 September</i>	<i>(in thousand Baht)</i>	
At 1 January	25,614	26,364
Acquisitions	1,350	-
At 30 September	26,964	26,364

On 7 August 2013, the Board of Directors of the Company approved to establish a company, Nine Be Bright Co., Ltd., which has a registered and paid-up share capital of Baht 1 million (divided into 100,000 ordinary shares at Baht 10 par value). The subsidiary registered with the Ministry of Commerce on 26 August 2013

On 2 September 2013, the Board of Directors' meeting of the subsidiary ("Nation Kids Co., Ltd.") approved an additional call-up share capital of 75% of the subsidiary from Baht 0.25 million (divided into 100,000 ordinary shares at Baht 2.50 par value) to Baht 1 million (divided into 100,000 ordinary shares at Baht 10 par value). The subsidiary registered the increase in paid-up share capital with the Ministry of Commerce on 24 September 2013.

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Investments in subsidiaries as at 30 September 2013 and 31 December 2012, and dividend income from those investments for the nine-month periods ended 30 September 2013 and 2012 were as follows:

Name of subsidiaries	Type of business	Separate financial statements										Dividend income for the nine-month period ended	
		Ownership interest		Paid-up capital		Cost		Impairment		At cost - net		30	30
		30 September 2013	31 December 2012	30 September 2013	31 December 2012	30 September 2013	31 December 2012	30 September 2013	31 December 2012	30 September 2013	31 December 2012	September 2013	September 2012
		(%)				(in thousand Baht)							
Subsidiaries													
Nation Edutainment Co., Ltd.	Publishing	99.99	99.99	41,250	41,250	25,364	25,364	-	-	25,364	25,364	-	-
Nation Kids Co., Ltd.	Production of TV programs and providing advertisements through												
	TV media	99.99	99.99	1,000	250	1,000	250	-	-	1,000	250	-	-
Nine Be Bright Co., Ltd.	Education services	59.99	-	1,000	-	600	-	-	-	600	-	-	-
Total						26,964	25,614	-	-	26,964	25,614	-	-

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7 Investment in jointly-controlled entity

<i>Nine-month period ended 30 September</i>	Separate financial statements	
	2013	2012
	<i>(in thousand Baht)</i>	
At 1 January	25,046	25,046
Acquisitions	-	-
At 30 September	<u>25,046</u>	<u>25,046</u>

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Investment in jointly-controlled entity as at 30 September 2013 and 31 December 2012, and dividend income from the investment for the nine-month periods ended 30 September 2013 and 2012 were as follows:

Name of jointly-controlled entity	Type of business	Separate financial statements										Dividend income for the nine-month period ended	
		Ownership interest		Paid-up capital		Cost		Impairment		At cost - net		30	30
		30	31	30	31	30	31	30	31	30	31	September	September
		September	December	September	December	September	December	September	December	September	December	2013	2012
		(%)						<i>(in thousand Baht)</i>				2013	2012
<i>Jointly-controlled entity</i>													
Nation Egmont Edutainment Co., Ltd.	Publishing	49.99	49.99	50,000	50,000	<u>25,046</u>	<u>25,046</u>	-	-	<u>25,046</u>	<u>25,046</u>	-	-

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8 Restricted deposits

As at 31 December 2012, savings accounts of a subsidiary amounting to Baht 2.54 million has been pledged as collateral for credit facility of long-term loan from a local financial institution of Baht 10 million.

9 Equipment

Acquisitions, disposals and transfers of equipment during the nine-month period ended 30 September 2013 and 2012 were as follows:

<i>Nine-month period ended 30 September</i>	Consolidated financial statements			
	2013		2012	
	Acquisitions and transfers in - at cost	Disposals and Transfers out - net book value <i>(in thousand Baht)</i>	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value
Leased assets improvements	50	-	-	457
Furniture, fixtures and office equipment	414	-	4,282	-
Vehicles	1,879	1,815	60	157
Total	2,343	1,815	4,342	614

<i>Nine-month period ended 30 September</i>	Separate financial statements			
	2013		2012	
	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value <i>(in thousand Baht)</i>	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value
Leased assets improvements	-	-	-	348
Furniture, fixtures and office equipment	55	-	3,879	23
Vehicles	1,879	1,815	-	-
Total	1,934	1,815	3,879	371

10 Intangible assets

During the nine-month period ended 30 September 2013, the Group and the Company acquired intangible assets at the total cost of Baht 25.55 million and Baht 12.19 million, respectively (2012: Baht 25.71 million and Baht 7.36 million, respectively).

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11 Deferred tax

Deferred tax assets and liabilities as at 30 September 2013 and 31 December 2012 were as follows:

	Consolidated financial statements		Separate financial statements	
	30 September 2013	31 December 2012	30 September 2013	31 December 2012
	<i>(in thousand Baht)</i>			
Deferred tax assets	16,630	15,617	6,015	5,621
Deferred tax liabilities	-	-	-	-
Deferred tax assets	<u>16,630</u>	<u>15,617</u>	<u>6,015</u>	<u>5,621</u>

Movements in total deferred tax assets and liabilities during the nine-month period ended 30 September 2013 and 2012 were as follows:

	At 1 January 2013	Consolidated financial statements (Charged) / Credited to:		At 30 September 2013
		Profit or loss	Other comprehensive income	
	<i>(in thousand Baht)</i>			
Deferred tax assets				
Trade accounts receivable	2,535	208	-	2,743
Inventories	9,739	(964)	-	8,775
Other current assets	1	-	-	1
Provisions	515	160	410	1,085
Loss carry forward	2,934	1,092	-	4,026
Total	<u>15,724</u>	<u>496</u>	<u>410</u>	<u>16,630</u>
Deferred tax liability				
Trade accounts payable	107	(107)	-	-
Total	<u>107</u>	<u>(107)</u>	<u>-</u>	<u>-</u>
Net	<u>15,617</u>	<u>603</u>	<u>410</u>	<u>16,630</u>

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For the three-month and nine-month periods ended 30 September 2013 (Unaudited)

	Consolidated financial statements			At 30 September 2012
	At 1 January 2012	(Charged) / Credited to:		
		Profit or loss	Other comprehensive income	
		<i>(in thousand Baht)</i>		
<i>Deferred tax assets</i>				
Trade accounts receivable	2,899	(220)	-	2,679
Other receivables from related parties	44	(42)	-	2
Inventories	12,024	(1,008)	-	11,016
Other current assets	24	(24)	-	-
Provisions	1,203	(729)	-	474
Loss carry forward	2,808	(772)	-	2,036
Total	19,002	(2,795)	-	16,207
<i>Deferred tax liabilities</i>				
Trade accounts payable	127	(31)	-	96
Total	127	(31)	-	96
Net	18,875	(2,764)	-	16,111
Separate financial statements				
	(Charged) / Credited to:			At 30 September 2013
	At 1 January 2013	Profit or loss	Other comprehensive income	
		<i>(in thousand Baht)</i>		
<i>Deferred tax assets</i>				
Trade accounts receivable	571	57	-	628
Inventories	4,981	(281)	-	4,700
Provisions	176	126	385	687
Total	5,728	(98)	385	6,015
<i>Deferred tax liability</i>				
Trade accounts payable	107	(107)	-	-
Total	107	(107)	-	-
Net	5,621	9	385	6,015

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	At 1 January 2012	Separate financial statements (Charged) / Credited to:		At 30 September 2012
		Profit or loss <i>(in thousand Baht)</i>	Other comprehensive income	
Deferred tax assets				
Trade accounts receivable	564	(23)	-	541
Other receivables from related parties	2	-	-	2
Inventories	5,318	(63)	-	5,255
Provisions	908	(763)	-	145
Total	6,792	(849)	-	5,943
Deferred tax liability				
Trade accounts payable	127	(31)	-	96
Total	127	(31)	-	96
Net	6,665	(818)	-	5,847

12 Trade accounts payable

	Note	Consolidated financial statements		Separate financial statements	
		30 September 2013	31 December 2012	30 September 2013	31 December 2012
<i>(in thousand Baht)</i>					
Related parties	4	157,490	102,931	70,266	33,620
Other parties		19,507	27,738	18,521	24,137
Total		176,997	130,669	88,787	57,757

13 Employee benefit obligations

	Consolidated financial statements		Separate financial statements	
	30 September 2013	31 December 2012	30 September 2013	31 December 2012
<i>(in thousand Baht)</i>				
Statement of financial position obligations for:				
Post-employment benefits	5,426	2,572	3,433	878
Three-month period ended 30 September				
<i>(in thousand Baht)</i>				
Statement of comprehensive income:				
Recognised in profit or loss:				
Post-employment benefits	267	1,851	209	1,801
Recognised in other comprehensive income:				
Actuarial losses recognised in the period	-	-	-	-

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<i>Nine-month period ended 30 September</i>	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
Statement of comprehensive income:				
Recognised in profit or loss:				
Post-employment benefits	803	2,251	629	2,103
Recognised in other comprehensive income:				
Actuarial losses recognised in the period	2,051	-	1,926	-

The Group operates defined benefit plans based on the requirement of Thai Labour Protection Act B.E. 2541 (1998) to provide retirement benefits to employees based on pensionable remuneration and length of service.

Movement in the present value of the defined benefit obligations:

<i>Nine-month period ended 30 September</i>	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
Defined benefit obligations at 1 January	2,572	6,014	878	4,542
Transfer in (out)	-	588	-	563
Benefits paid by plan	-	(6,481)	-	(6,481)
Current service costs and interest	803	2,251	629	2,103
Actuarial losses in other comprehensive income	2,051	-	1,926	-
Defined benefit obligations at 30 September	5,426	2,372	3,433	727

Expense recognised in profit or loss:

<i>Three-month period ended 30 September</i>	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
Current service costs	220	1,773	181	1,741
Interest on obligation	47	78	28	60
Total	267	1,851	209	1,801

<i>Nine-month period ended 30 September</i>	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
Current service costs	661	2,017	543	1,923
Interest on obligation	142	234	86	180
Total	803	2,251	629	2,103

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The expense is recognised in the following line items in the statement of comprehensive income:

	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
<i>Three-month period ended 30 September</i>	<i>(in thousand Baht)</i>			
Cost of sales of goods and rendering of services	90	60	51	27
Administrative expenses	177	1,791	158	1,774
Total	267	1,851	209	1,801
	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
<i>Nine-month period ended 30 September</i>	<i>(in thousand Baht)</i>			
Cost of sales of goods and rendering of Services	269	178	153	79
Administrative expenses	534	2,073	476	2,024
Total	803	2,251	629	2,103

Actuarial losses recognised in other comprehensive income:

	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
<i>Nine-month period ended 30 September</i>	<i>(in thousand Baht)</i>			
Included in retained earnings				
At 1 January	-	-	-	-
Recognised during the period	2,051	-	1,926	-
At 30 September	2,051	-	1,926	-

Principal actuarial assumptions at the reporting date (expressed as weighted averages):

	Consolidated financial statements		Separate financial statements	
	30 September 2013	31 December 2012	30 September 2013	31 December 2012
	(%)			
Discount rate	4.1	4.7	4.1	4.7
Future salary increases	4.0 - 7.0	4.0 - 7.0	4.0 - 7.0	4.0 - 7.0

Assumptions regarding future mortality are based on published statistics and mortality tables.

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14 Share capital

<i>Nine-month period ended</i> <i>30 September</i>	Par value per share (in Baht)	2013		2012	
		Number (in thousand shares)	Baht (in thousand Baht)	Number (in thousand shares)	Baht (in thousand Baht)
Authorised					
At 1 January					
- ordinary shares	1	85,000	85,000	85,000	85,000
Increase of new shares	1	<u>174,250</u>	<u>174,250</u>	<u>-</u>	<u>-</u>
At 30 September					
- ordinary shares	1	<u>259,250</u>	<u>259,250</u>	<u>85,000</u>	<u>85,000</u>
Issued and paid-up					
At 1 January					
- ordinary shares	1	85,000	85,000	85,000	85,000
Increase of new shares	1	<u>85,000</u>	<u>85,000</u>	<u>-</u>	<u>-</u>
At 30 September					
- ordinary shares	1	<u>170,000</u>	<u>170,000</u>	<u>85,000</u>	<u>85,000</u>

At the annual general meeting of the shareholders of the Company held on 23 April 2013, the shareholders approved the following matters:

- a) Approved the issuance and offering of warrants to the Company's existing shareholders who subscribe for additional ordinary shares in a ratio of 1 warrant for 1 existing ordinary share, without the offering price. Details of warrants are as follows:

Date of original grant	12 July 2013
No. of warrants granted (Units)	85,000,000
Life of warrants	5 years from the issuance date
Exercisable	The dated 15 th of December and June in each year
Exercise price per 1 ordinary share (Baht)	4
Exercise ratio (warrants to ordinary shares)	1:1

- b) Approved the issuance and offering of warrants under the Employee Stock Option Program (ESOP) to the directors, management and/or employees of the Company and/or subsidiaries. Details of warrants are disclosed in note to financial statements 15.
- c) Approved an increase in the registered share capital from Baht 85 million (85,000,000 ordinary shares with a par value of Baht 1 per share) to Baht 259.25 million (259,250,000 ordinary shares with a par value of Baht 1 per share) by issuing not exceeding 174,250,000 ordinary shares with a par value of Baht 1 per share to reserve for the increase in share capital and exercise of warrants as referred above. The Company registered the increase in share capital with the Ministry of Commerce on 2 May 2013.

The Company has offered additional ordinary shares to existing shareholders which exercise ratio is 1 new share for 1 existing ordinary share at the exercise price of Baht 4 per share in totalling 85,000,000 shares (85,000,000 ordinary shares at a par value of Baht 1 per share) amounted to Baht 340 million. As a result, the Company's issued and paid-up share capital has increased from Baht 85 million (85,000,000 ordinary shares at a par value of Baht 1 per share) to Baht 170 million (170,000,000 ordinary shares at a par value of Baht 1 per share) with the share premium amounted Baht 254.19 million, net of the cost of the issue of ordinary shares amounted to Baht 0.81 million. The Company registered the increase in share capital with the Ministry of Commerce on 11 July 2013.

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Share premium

Section 51 of the Public Companies Act B.E. 2535 requires companies to set aside share subscription monies received in excess of the par value of the shares issued to a reserve account (“share premium”). Share premium is not available for dividend distribution.

Cost of the issue of ordinary share

The incremental cost attributable to the issue of ordinary shares are recognised as a deduction from the premium on those ordinary shares.

15 Warrants

At the annual general meeting of the shareholders of the Company held on 23 April 2013, the shareholders passed a resolution to approve the issuance 4,250,000 units of warrants under the Employee Stock Option Program (ESOP) to the directors, management and/or employees of the Company and/or subsidiaries. The details are as follows:

Description	Details
Type of warrants	No value
Terms of warrants	5 years from the issuance date of warrant
Propose to sell to	The Company and/or subsidiaries’ directors, management and/or employees
Issue and sell quantities	4,250,000 units
Exercise ratio	1 warrant to 1 ordinary share
Exercise price	Baht 4 per ordinary share
Exercise period and proportion	The date 15 th of November and May in each year, to exercise not more than 20% each year.

The condition for subscription is comprised of each employee of the Company and/or its subsidiaries as of each offering date.

The fair value of the warrant is measured using a Black-Scholes Model with the following financial assumptions:

Grant date share price	4.74
Exercise price warrant	4.00
Historical volatility in 3 years at the allotment date	81.75%
The expected period, that shareholders will completely use their right on warrant	5 years
Historical dividend yield in 3 years	2.93%
Risk free interest rate (3 years Government bond yield) at the allotment date	3.02%

As the Thai Financial Reporting Standards 2 (TFRS 2): Share-based Payment was effective for the share-based payment awards granted on or after 1 January 2011. Therefore, according to TFRS 2, ESOP has to be measured by using the fair value of the stock options on the grant date.

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16 Legal reserve

Section 116 of the Public Companies Act B.E. 2535 requires that a public company shall allocate not less than 5% of its annual net profit, less any accumulated losses brought forward (if any), to a reserve account (“legal reserve”), until this account reaches an amount not less than 10% of the registered authorised capital. The legal reserve is not available for dividend distribution.

17 Segment information

Information about reportable segments:

<i>Business segments</i>	Publishing		Others		Total	
	2013	2012	2013	2012	2013	2012
<i>Nine-month period ended 30 September</i>						
			<i>(in thousand baht)</i>			
External revenue	160,115	191,034	110,504	66,362	270,619	257,396
Other income	3,716	8,800	3,407	2,671	7,123	11,471
Total income	<u>163,831</u>	<u>199,834</u>	<u>113,911</u>	<u>69,033</u>	<u>277,742</u>	<u>268,867</u>
Segment profit						
before income tax	<u>19,738</u>	<u>25,072</u>	<u>4,914</u>	<u>(354)</u>	<u>24,652</u>	<u>24,718</u>
Segment assets as at						
30 September/31 December	<u>528,212</u>	<u>319,747</u>	<u>237,187</u>	<u>49,111</u>	<u>765,399</u>	<u>368,858</u>

Geographic segments

Management considers that the Group operates in a single geographic area, namely in Thailand, and has, therefore, only one major geographic segment.

18 Earnings per share

Basic earnings per share

The calculations of basic earnings per share for the three-month and nine-month periods ended 30 September 2013 and 2012 were based on the profit for the periods attributable to ordinary shareholders of the Company and the weighted average number of ordinary shares outstanding during the periods as follows:

<i>Three-month period ended 30 September</i>	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2013	2012	2013	2012
	<i>(in thousand Baht / thousand shares)</i>			
Profit attributable to ordinary shareholders of the Company (basic)	<u>3,505</u>	<u>3,052</u>	<u>1,305</u>	<u>360</u>
Number of ordinary shares outstanding at 1 January	85,000	85,000	85,000	85,000
Effect of shares issued on 11 July	<u>75,761</u>	<u>-</u>	<u>75,761</u>	<u>-</u>
Weighted average number of ordinary shares outstanding (basic)	<u>160,761</u>	<u>85,000</u>	<u>160,761</u>	<u>85,000</u>
Earnings per share (basic) (in Baht)	<u>0.02</u>	<u>0.04</u>	<u>0.01</u>	<u>0.01</u>

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<i>Nine-month period ended 30 September</i>	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
	<i>(in thousand Baht / thousand shares)</i>			
Profit attributable to ordinary shareholders of the Company (basic)	17,655	19,624	15,402	9,269
Number of ordinary shares outstanding at 1 January	85,000	85,000	85,000	85,000
Effect of shares issued on 11 July	25,531	-	25,531	-
Weighted average number of ordinary shares outstanding (basic)	110,531	85,000	110,531	85,000
Earnings per share (basic) (in Baht)	0.16	0.23	0.14	0.11

Diluted earnings per share

The calculations of diluted earnings per share for the three-month and nine-month periods ended 30 September 2013 and 2012 were based on the profit for the periods attributable to ordinary shareholders of the Company and the weighted average number of ordinary shares outstanding during the periods after adjusting for the effects of all dilutive potential ordinary shares as follows:

<i>Three-month period ended 30 September</i>	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
	<i>(in thousand Baht/ thousand shares)</i>			
Profit attributable to ordinary shareholders of the Company (diluted)	3,505	3,052	1,305	360
Weighted average number of ordinary shares outstanding (basic)	160,761	85,000	160,761	85,000
Effect of exercise of shares options	8,843	-	8,843	-
Weighted average number of ordinary shares outstanding (diluted)	169,604	85,000	169,604	85,000
Earnings per share (diluted) (in Baht)	0.02	0.04	0.01	0.01

<i>Nine-month period ended 30 September</i>	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
	<i>(in thousand Baht/ thousand shares)</i>			
Profit attributable to ordinary shareholders of the Company (diluted)	17,655	19,624	15,402	9,269
Weighted average number of ordinary shares outstanding (basic)	110,531	85,000	110,531	85,000
Effect of exercise of shares options	2,980	-	2,980	-
Weighted average number of ordinary shares outstanding (diluted)	113,511	85,000	113,511	85,000
Earnings per share (diluted) (in Baht)	0.16	0.23	0.14	0.11

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19 Dividends

At the annual general meeting of the shareholders of the Company held on 24 April 2012, the shareholders approved the appropriation of dividends from the 2011 operations results of Baht 0.15 per share, amounted to Baht 12.75 million. The dividend was paid to shareholders during the year 2012.

At the annual general meeting of the shareholders of the Company held on 23 April 2013, the shareholders approved the appropriation of dividends from the 2012 operating results and retained earnings of Baht 0.15 per share, amounted to Baht 12.75 million. The dividend was paid to shareholders in May 2013.

20 Commitments with non-related parties

	Consolidated		Separate	
	financial statements		financial statements	
	30	31	30	31
	September	December	September	December
	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
<i>Non-cancellable operating lease commitments</i>				
Within one year	14,003	14,489	12,936	12,188
After one year but within five years	23,853	31,304	23,853	30,431
Total	37,856	45,793	36,789	42,619
<i>Other commitment</i>				
Bank guarantees	2,691	1,839	2,159	1,660

- a) The Company entered into lease and service agreements for its office premises and facilities with a local company for the period of 2 years and 10 months, commencing from 1 February 2012 to 30 November 2014 with an option to be renewable.
- b) The jointly-controlled entity entered into the warehouse rental agreements with two local companies. The jointly-controlled entity agreed to pay rental fees at the rate specified in the agreements. The agreements have durations for 3 years, expiring on 31 December 2013 and 9 September 2014, respectively.
- c) The Company entered into a right for broadcasting agreement with a local company for the period of 2 years, commencing from 15 July 2012 to 15 July 2014.
- d) The Company entered into service agreement covering television broadcasting satellite service with a local company. The detail is as follow:

<u>Contract date</u>	<u>Contract period</u>	<u>Periods</u>	<u>Total fee</u>
22 May 2012	16 June 2012 to 30 June 2017	5 years	USD 1.36 million

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21 Thai Financial Reporting Standards (TFRS) not yet adopted

The Group has not adopted the new and revised TFRS that have been issued as of the reporting date but are not yet effective. The new and revised TFRS that are applicable to the Group, which become effective for annual financial periods beginning on or after 1 January in the year indicated in the following table, are as follows:

TFRS	Topic	Year effective
TAS 12 (revised 2012)	Income Taxes	2014
TFRIC 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities	2014
TFRIC 4	Determining whether an Arrangement contains a Lease	2014
TFRIC 10	Interim Financial Reporting and Impairment	2014

Management expects to adopt and apply these new and revised TFRS in accordance with the FAP's announcement and has made a preliminary assessment of the potential initial impact on the consolidated and separate financial statements of these new and revised TFRS and expects that there will be no material impact on the financial statements in the period of initial application.