

**ITV Public Company Limited
and its Subsidiary**

Interim financial statements
and
Review Report of Certified Public Accountant

For the three-month period ended 31 March 2010



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Review Report of Certified Public Accountant

To the Board of Directors of ITV Public Company Limited

I have reviewed the accompanying consolidated and separate balance sheets as at 31 March 2010, the related statements of income, changes in equity and cash flows for the three-month periods ended 31 March 2010 and 2009 of ITV Public Company Limited and its subsidiary, and of ITV Public Company Limited, respectively. The Company's management is responsible for the correctness and completeness of information presented in these financial statements. My responsibility is to issue a report on these financial statements based on my reviews.

I conducted my reviews in accordance with the auditing standard on review engagements. This Standard requires that I plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit in accordance with generally accepted auditing standards. I have not performed an audit and, accordingly, I do not express an audit opinion on the reviewed financial statements.

As mentioned in notes 2 (b) and 10 to the financial statements as at 31 March 2010, the Company's current liabilities exceed its current assets by an amount of Baht 3,142 million and there is a deficit in excess of the share capital of an amount of Baht 3,142 million and the Company's Television Broadcasting Station under a UHF Radio-Television Broadcasting Agreement ("Operating Agreement") was revoked by the Office of the Permanent Secretary of the Office of the Prime Minister ("PMO") as the Company did not pay the unpaid operating fee totaling Baht 2,210 million and the interest on the total unpaid operating fee at 15% per annum including the penalty arising from the alteration of television programming of Baht 97,760 million and adjust television programs fee. Subsequently, the Company ceased its operations and delivered their assets under the operating agreement to PMO. The Company has filed statements of claim regarding the unpaid operating fees totaling Baht 2,210 million plus the interest and adjust television programs fee to the arbitration process. These events indicate a material uncertainty which may cast significant doubt on the Company's ability to continue as a going concern.



Because of the significance of the matters discussed in the preceding paragraph to the consolidated and separate financial statements for the three-month ended 31 March 2010 and 2009 of ITV Public Company Limited and its subsidiary and of ITV Public Company Limited respectively, I am unable to express a conclusion on the accompanying interim financial statements.

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(Winid Silamongkol)
Certified Public Accountant
Registration No. 3378

KPMG Phoomchai Audit Ltd.
Bangkok
12 May 2010

ITV Public Company Limited and its Subsidiary

Balance sheets

As at 31 March 2010 and 31 December 2009

Assets	Note	Consolidated financial statements		Separate financial statements	
		31 March 2010 (Unaudited)	31 December 2009	31 March 2010 (Unaudited)	31 December 2009
<i>(in thousand Baht)</i>					
Current assets					
Cash and cash equivalents		52,933	19,682	51,818	18,526
Current investments	4	1,076,416	1,108,432	1,076,416	1,108,432
Trade accounts receivable	5	-	-	-	-
Loan to a subsidiary	3	-	-	-	-
Withholding tax receivable		457	454	455	453
Other current assets		3,847	2,632	3,837	2,622
Total current assets		1,133,653	1,131,200	1,132,526	1,130,033
Non-current assets					
Investments in a subsidiary	6	-	-	1,205	1,225
Equipment	7	18	20	18	20
Other assets		147	147	147	147
Total non-current assets		165	167	1,370	1,392
Total assets		1,133,818	1,131,367	1,133,896	1,131,425



Sam Harnsi

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The accompanying notes are an integral part of these financial statements

ITV Public Company Limited and its Subsidiary

Balance sheets

As at 31 March 2010 and 31 December 2009

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2010 (Unaudited)	31 December 2009 (Unaudited)	31 March 2010 (Unaudited)	31 December 2009 (Unaudited)
<i>(In thousand Bahi)</i>					
Liabilities and equity					
Current liabilities					
Provision for unpaid operating fee and interest	10	4,263,195	4,156,325	4,263,195	4,156,325
Accrued expenses		11,935	10,770	11,914	10,729
Other current liabilities		780	568	780	568
Total current liabilities		4,275,910	4,167,663	4,275,889	4,167,622
Capital deficiency					
Share capital	8				
Authorised share capital - ordinary shares		7,800,000	7,800,000	7,800,000	7,800,000
Issued and paid-up share capital		6,033,487	6,033,487	6,033,487	6,033,487
Deficiency on share capital	8	(174,297)	(174,297)	(174,297)	(174,297)
Unrealised gain on securities available for sale	4	7,844	7,188	7,844	7,188
Deficit		(9,009,126)	(8,902,674)	(9,009,027)	(8,902,575)
Total capital deficiency		(3,142,092)	(3,036,296)	(3,141,993)	(3,036,197)
Total liabilities net of capital deficiency		1,133,818	1,131,367	1,133,896	1,131,425



James Ahmad

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The accompanying notes are an integral part of these financial statements

ITV Public Company Limited and its Subsidiaries

Statements of income

For the three-month periods ended 31 March 2010 and 2009 (Unaudited)

	Note	Consolidated financial statements		Separate financial statements	
		2010	2009	2010	2009
<i>(in thousand Baht)</i>					
Revenues					
Return on investment		7,328	7,572	7,328	7,572
Interest income		80	533	80	578
Total revenues		7,408	8,105	7,408	8,150
Expenses					
Loss on provision for interest of unpaid operating fee	10	106,870	106,578	106,870	106,578
Administrative expenses		5,789	8,231	5,769	8,193
Impairment loss on assets		-	-	21	84
Management benefit expenses	3	1,200	1,200	1,200	1,200
Total expenses		113,859	116,009	113,860	116,055
Loss before finance costs		(106,451)	(107,904)	(106,452)	(107,905)
Finance costs		(1)	(3)	-	(2)
Loss for the period		(106,452)	(107,907)	(106,452)	(107,907)
Basic loss per share	9	(0.09)	(0.09)	(0.09)	(0.09)



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


ITV Public Company Limited and its Subsidiaries

Statements of changes in equity

For the three-month periods ended 31 March 2010 and 2009 (Unaudited)

Consolidated financial statements					
Note	Share capital	Deficiency on share capital	Fair value changes	Deficit	Total equity
(in thousand Baht)					
	6,033,487	(174,297)	4,566	(8,471,509)	(2,607,753)
Unrealized gain on securities available for sale	4	-	4,838	-	4,838
Net income recognised directly in equity	-	-	4,838	-	4,838
Loss for the period	-	-	-	(107,907)	(107,907)
Balance at 31 March 2009	6,033,487	(174,297)	9,404	(8,579,416)	(2,710,822)
	6,033,487	(174,297)	7,188	(8,902,674)	(3,036,296)
Unrealised gain on securities available for sale	4	-	656	-	656
Net income recognised directly in equity	-	-	656	-	656
Loss for the period	-	-	-	(106,452)	(106,452)
Balance at 31 March 2010	6,033,487	(174,297)	7,844	(9,009,126)	(3,142,092)

Separate financial statements					
Note	Share capital	Deficiency on share capital	Fair value changes	Deficit	Total equity
(in thousand Baht)					
	6,033,487	(174,297)	4,566	(8,471,410)	(2,607,654)
Unrealized gain on securities available for sale	4	-	4,838	-	4,838
Net income recognised directly in equity	-	-	4,838	-	4,838
Loss for the period	-	-	-	(107,907)	(107,907)
Balance at 31 March 2009	6,033,487	(174,297)	9,404	(8,579,317)	(2,710,723)
	6,033,487	(174,297)	7,188	(8,902,575)	(3,036,197)
Unrealised gain on securities available for sale	4	-	656	-	656
Net income recognised directly in equity	-	-	656	-	656
Loss for the period	-	-	-	(106,452)	(106,452)
Balance at 31 March 2010	6,033,487	(174,297)	7,844	(9,009,027)	(3,141,993)

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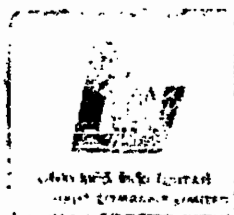
The accompanying notes are an integral part of these financial statements.

ITV Public Company Limited and its Subsidiary

Statements of cash flows

For the three-month periods ended 31 March 2010 and 2009 (Unaudited)

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2010	2009	2010	2009
	<i>(in thousand Baht)</i>			
<i>Cash flows from operating activities</i>				
Loss for the period	(106,452)	(107,907)	(106,452)	(107,907)
<i>Adjustments for</i>				
Depreciation and amortisation	11	1	1	1
Reversal of allowance for doubtful debt	(10)	(236)	(10)	(236)
Interest income	(80)	(533)	(80)	(578)
Impairment loss on equipment and operating assets	(10)	-	-	-
Allowance for doubtful debt for loan to a subsidiary	-	-	-	84
Impairment loss on investment	-	-	21	-
	<u>(106,541)</u>	<u>(108,675)</u>	<u>(106,520)</u>	<u>(108,636)</u>
<i>Changes in operating assets and liabilities</i>				
Trade accounts receivable	10	316	10	236
Withholding tax receivable	(3)	354	(3)	(28)
Other current assets	(1,386)	294	(1,386)	290
Other assets	-	(56)	-	(56)
Trade accounts payable	-	(488)	-	(488)
Provision for unpaid operating fee and interest	106,870	106,578	106,870	106,578
Accrued expenses	1,164	2,136	1,184	2,133
Other current liabilities	212	619	212	619
	<u>326</u>	<u>1,078</u>	<u>367</u>	<u>648</u>
Net cash flows provided by operating activities	326	1,078	367	648



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

ITV Public Company Limited and its Subsidiary

Statements of cash flows

For the three-month periods ended 31 March 2010 and 2009 (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	2010	2009	2010	2009
	<i>(in thousand Baht)</i>			
<i>Cash flows from investing activities</i>				
Interest received	252	2,003	252	2,099
Sales (purchases) of debt securities	40,000	(556,000)	40,000	(556,000)
Sale of debt securities	(7,327)	(7,262)	(7,327)	(7,262)
Increase in share capital of subsidiary	-	-	-	(5,000)
Proceed loan to subsidiary	-	-	-	5,000
Net cash flows provided by (used in)				
investing activities	32,925	(561,259)	32,925	(561,163)
Net increase (decrease) in cash				
and cash equivalents	33,251	(560,181)	33,292	(560,515)
Cash and cash equivalents at beginning of period	19,682	638,645	18,526	634,089
Cash and cash equivalents at end of period	52,933	78,464	51,818	73,574

Smit Jitwong




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

ITV Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month periods ended 31 March 2010 (Unaudited)

Note	Contents
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10	Commitments and contingencies
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ITV Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month periods ended 31 March 2010 (Unaudited)

These notes are an integral part of the financial statements.

These interim financial statements were authorised for issue by the board of directors on 12 May 2010

1 General information

ITV Public Company Limited (the "Company") is a public limited company and is incorporated and domiciled in Thailand. The address of its registered office is 1010 Shinawatra Tower 3, Viphavadi Rangsit Road, Chatuchak, Bangkok 10900.

On 4 June 2009, the Stock Exchange of Thailand ("SET") subsequently withdrawn the Company's stock from trading board and moved to Non-Performing Group ("NPG"). However, the Company still maintains its status as a listed company which has to comply with the SET's regulation. In accordance with the reviewed financial statements for the first quarter ended 31 March 2009, equity of the Company was below zero and the Company incurred net operating loss for two consecutive years. The Company is in the process of preparing development plans to resolve the cause of delisting and a plan to undertake new business and rehabilitation of the Stock Exchange of Thailand.

The parent company during the financial period was Shin Corporation Public Co., Ltd., which was incorporated in Thailand.

The Company used to operate a television broadcasting station under a UHF radio-television broadcasting agreement ("operating agreement") provided by the Office of the Permanent Secretary of the Office of the Prime Minister ("PMO"). The Company's Operating Agreement was revoked on 7 March 2007. Therefore, the Company ceased its operations.

The Operating Agreement is a Build Transfer Operate operating agreement according to which the Company has to transfer ownership of certain property and equipment that it procures to the PMO, upon completion of equipment installation.

The Company has explained about the progress of lawsuit and judgment of the Supreme Administrative Court relating to the Agreement for the Operation of Television Station in note 10 to the financial statements. On 7 March 2007, the letter of revocation of the Operating Agreement was sent by the PMO requesting the Company to repay the debt and return all operations assets under the Operating Agreement back to the PMO within the period specified by the PMO in accordance with the Cabinet resolution passed on 6 March 2007. Such termination caused the Company to cease carrying on the business of the UHF television broadcasting station.



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ITV Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month periods ended 31 March 2010 (Unaudited)

Details of the Company's subsidiary as at 31 March 2010 and 31 December 2009 are as follows:

Name of the entity	Type of business	Country of incorporation	Ownership interest	
			31 March 2010	31 December 2009
			%	
Subsidiary Artware Media Company Limited	Principal business is the lease of equipment for television programs and movies and arranging related marketing events. (At present, the company ceased its operation)	Thailand	99.99	99.99

2 Basis of preparation of financial statements

(a) Basis of preparation

The interim financial statements issued for Thai reporting purposes are prepared in the Thai language. This English translation of the financial statements has been prepared for the convenience of readers not conversant with the Thai language.

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard No. 34 *Interim Financial Reporting* including related interpretations and guidelines promulgated by the Federation of Accounting Professions ("FAP"), applicable rules and regulations of the Securities and Exchange Commission and with generally accepted accounting principles in Thailand.

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2009. They 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 for the year ended 31 December 2009.

The interim financial statements are presented in Thai Baht, rounded to the nearest thousand unless otherwise stated.

Accounting policies and methods of computation applied in the interim financial statements for the three-month ended 31 March 2010 are consistent with those applied in the financial statements for the year ended 31 December 2009.

(b) Financial status

As at 31 March 2010, the Company's current liabilities exceed its current assets and deficit in excess of its share capital by an amount of Baht 3,142 million (31 December 2009 and 31 March 2009, ITV's current liabilities exceed its current assets by an amount of Baht 3,036 and 3,436 million and deficit in excess of its share capital by an amount of Baht 3,036 and 2,719 million, respectively). In addition, as discussed in note 10 to the financial statements, in consequence of the ruling of the Supreme Administrative Court on 13 December 2006, the Company is liable for unpaid operating fee totaling Baht 2,210 million and the interest on the total unpaid operating fee at 15% per annum including the penalty arising from the alteration of television programming of Baht 97,760 million. The Company has not yet paid these unpaid operating fee including interest and penalty. The Company's Operating Agreement was revoked on 7 March 2007 by the PMO therefore, the Company ceased its operation at that date. In addition, the PMO claimed the undelivered value of assets under Operating Agreement amounting to Baht 656 million plus interest on 30 March 2007. In addition, the Company is still in the



ITV Public Company Limited and its Subsidiaries

Notes to the interim financial statements

For the three-month periods ended 31 March 2010 (Unaudited)

arbitral proceeding regarding the unpaid operating fee including interest, penalty arising from the alteration of television programming of Baht 97,760 million and value of undelivered assets including its interest. These events indicate a material uncertainty which may cast significant doubt on the Company's ability to continue as a going concern.

3 Related party transactions and balances

The Company is controlled by Shin Corporation Public Co., Ltd. ("Shin"), incorporated in Thailand, which owns 52.92% of the Company's shares as at 31 March 2010 (31 December 2009: 52.92%). The remaining 47.08 % of the shares (31 December 2009: 47.08%) are widely held.

Transactions related to the Group within the Shin Group, such as subsidiaries, associates, management, and related parties, including transactions related to companies of Cedar and Aspen and the Temasek group are recognised as related party transactions to the Group.

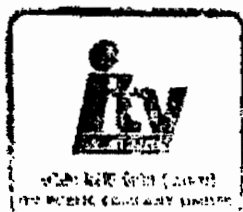
During the period, the Group entered into a number of transactions with its parent company and related companies, the terms of which were negotiated on an arm's length basis in the ordinary course of business and according to normal trade conditions.

Significant transactions for the three-month ended 31 March 2010 and 2009 with related parties were as follows:

<i>Three-month periods ended 31 March</i>	Consolidated financial statements		Separate financial statements	
	2010	2009	2010	2009
	<i>(in thousand Baht)</i>			
Subsidiary				
Interest income	-	-	-	46
Related parties – Shin group				
Interest income	547	257	547	257
Management benefit expenses	1,200	1,200	1,200	1,200

Balances as at 31 March 2010 and 31 December 2009 with related party were as follows:

	Consolidated financial statements		Separate financial statements	
	31 March 2010	31 December 2009	31 March 2010	31 December 2009
	<i>(in thousand Baht)</i>			
Loans to subsidiary				
Subsidiary	-	-	-	-
<i>Less</i> allowance for doubtful				
Accounts	-	-	-	-
Net	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>



ITV Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month periods ended 31 March 2010 (Unaudited)

Movements on loans to subsidiary during the three-month periods ended 31 March 2010 and 2009 were as follows:

	Consolidated financial statements		Separate financial statements	
	2010	2009	2010	2009
	<i>(in thousand Baht)</i>			
At 1 January	-	-	-	5,000
Decrease	-	-	-	(5,000)
At 31 March	-	-	-	-

	Consolidated financial statements		Separate financial statements	
	31 March 2010	31 December 2009	31 March 2010	31 December 2009
	<i>(in thousand Baht)</i>			
Accrued interest receivable				
Related parties - Shin group	275	574	275	574
Current investments				
Related parties - Shin group	46,816	48,131	46,816	48,131

4 Current investments

	Consolidated financial statements		Separate financial statements	
	31 March 2010	31 December 2009	31 March 2010	31 December 2009
	<i>(in thousand Baht)</i>			
<i>Securities available for sale</i>				
Deposit at bank	3,667	413	3,667	413
Government bond	10,193	-	10,193	-
State of enterprise bond	505,264	412,609	505,264	412,609
Bond	539,441	636,330	539,441	636,330
Return on investment	10,007	11,892	10,007	11,892
Unrealised gain on securities available for sale	7,844	7,188	7,844	7,188
Total	1,076,416	1,068,432	1,076,416	1,068,432
Promissory Note	-	40,000	-	40,000
Total	1,076,416	1,108,432	1,076,416	1,108,432

Current investments of the Company as at 31 March 2010 and 31 December 2009 were denominated entirely in Thai Baht.

The average return on investments for the three-month periods ended 31 March 2010 was 0.75% (2009: 3.47%)

The weighted average effective interest rate of Promissory Note was 1.50% (2009: 1.50%)



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ITV Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month periods ended 31 March 2010 (Unaudited)

Movements during the three-month periods ended 31 March 2010 and 2009 of marketable equity and debt securities were as follows:

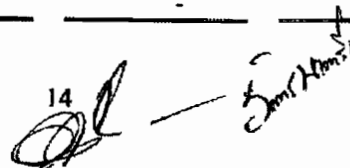
	Consolidated financial statements		Separate financial statements	
	2010	2009	2010	2009
	<i>(in thousand Baht)</i>			
Securities available for sale				
Deposit at bank				
At 1 January	413	700	413	700
Increase during the period	396,975	1,383,829	396,975	1,383,829
Decrease during the period	(393,721)	(1,376,492)	(393,721)	(1,376,492)
At 31 March	3,667	8,037	3,667	8,037
Government bond				
At 1 January	-	-	-	-
Purchases during the period	19,446	-	19,446	-
Sales during the period	(9,253)	-	(9,253)	-
At 31 March	10,193	-	10,193	-
State of enterprise bond				
At 1 January	412,609	100,180	412,609	100,180
Purchases during the period	349,287	965,489	349,287	965,489
Sales during the period	(256,632)	(824,407)	(256,632)	(824,407)
Valuation adjustment	574	2,856	574	2,856
At 31 March	505,838	244,118	505,838	244,118
Bond				
At 1 January	636,330	371,732	636,330	371,732
Purchases during the period	24,585	410,927	24,585	410,927
Sales during the period	(121,474)	(8,598)	(121,474)	(8,598)
Valuation adjustment	7,270	6,548	7,270	6,548
At 31 March	546,711	780,609	546,711	780,609
Return on investment	10,007	13,655	10,007	13,655
Total	1,076,416	1,046,419	1,076,416	1,046,419

In 2010 and 2009, the Company has hired a security company to manage portfolio of investments.

5 Trade accounts receivable

	Consolidated financial statements		Separate financial statements	
	31 March 2010	31 December 2009	31 March 2010	31 December 2009
	<i>(in thousand Baht)</i>			
Other parties	10,190	10,467	10,190	10,467
	10,190	10,467	10,190	10,467
Less allowance for doubtful accounts	(10,190)	(10,467)	(10,190)	(10,467)
Total	-	-	-	-



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ITV Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month periods ended 31 March 2010 (Unaudited)

Aging analyses for trade accounts receivable were as follows:

	Consolidated financial statements		Separate financial statements	
	31 March 2010	31 December 2009	31 March 2010	31 December 2009
	<i>(in thousand Baht)</i>			
Other parties				
Within credit terms	-	-	-	-
Overdue:				
Less than 3 months	-	-	-	-
3-6 months	-	-	-	-
6-12 months	-	-	-	-
Over 12 months	10,190	10,467	10,190	10,467
	<u>10,190</u>	<u>10,467</u>	<u>10,190</u>	<u>10,467</u>
Less allowance for doubtful accounts	<u>(10,190)</u>	<u>(10,467)</u>	<u>(10,190)</u>	<u>(10,467)</u>
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

6 Investments in a subsidiary

	Separate financial statements	
	2010	2009
	<i>(in thousand Baht)</i>	
At 1 January	25,000	27,500
Allowance for impairment	(23,795)	(23,775)
Decrease in share capital	-	(7,500)
Increase in share capital	-	5,000
At 31 March	<u>1,205</u>	
At 31 December		<u>1,225</u>



Sam H. ...

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ITV Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month periods ended 31 March 2010 (Unaudited)

Investment in a subsidiary as at 31 March 2010 and 31 December 2009 and dividend income for the three-month periods ended 31 March 2010 and 2009 were as follows:

Subsidiary	Ownership interest (%)		Paid-up capital		Cost method		Separate financial statement		Dividend income			
	31 March 2010	31 December 2009	31 March 2010	31 December 2009	31 March 2010	31 December 2009	31 March 2010	31 December 2009	31 March 2010	31 March 2009		
Artware Media Company Limited	99.99	99.99	25,000	25,000	25,000	25,000	(23,795)	(23,775)	1,205	1,225	-	-
Total			25,000	25,000	25,000	25,000	(23,795)	(23,775)	1,205	1,225	-	-

(in thousand Baht)



ITV Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month periods ended 31 March 2010 (Unaudited)

Consideration of impairment loss on investments in a subsidiary

Investment in Artware Media Company Limited ("Subsidiary")

On 18 March 2009, The Board of Directors resolved a capital increase in Artware Media Co., Ltd. The capital increase of Baht 5 million resulted in an increase in the company's paid-up capital from the original paid-up amount of Baht 20 million to Baht 25 million. As a result, there is an increase in the total shares outstanding of 200,000 shares, at a per share par value of Baht 100, to 250,000 shares of the same par value.

7 Equipment

	Consolidated financial statements	Separate financial statements
	<i>(in thousand Baht)</i>	
Transactions during the three-month period ended 31 March 2010		
Net book value at 1 January 2010	20	20
Depreciation	(2)	(2)
Net book value - at 31 March 2010	18	18
At 31 March 2010		
Cost	186	186
Less: Depreciation	(10)	(10)
Allowance for impairment	(158)	(158)
Net book value	18	18

8 Share capital and deficiency

Share capital and deficiency

	Number of registered share capital	Issued and Paid-up	Ordinary shares	Deficiency on capital	Total
	<i>(in thousand shares)</i>			<i>(in thousand Baht)</i>	
At 1 January 2009	1,560,000	1,206,697	6,033,487	(174,297)	5,859,190
Issue of shares	-	-	-	-	-
As at 31 December 2009	1,560,000	1,206,697	6,033,487	(174,297)	5,859,190
Issue of shares	-	-	-	-	-
As at 31 March 2010	1,560,000	1,206,697	6,033,487	(174,297)	5,859,190

As at 31 March 2010, the total authorised number of ordinary shares was 1,560 million shares (2009: 1,560 million shares) with a par value of Baht 5 per share (2009: Baht 5 per share).



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9 Basic loss per share

The calculations of basic earnings per share for the three periods ended 31 March 2010 and 2009 were based on the loss for the period attributable to equity holders of the Company and the number of ordinary shares outstanding during the period as follows:

Three-month periods ended 31 March	Consolidated financial statements		Separate financial statements	
	2010	2009	2010	2009
	<i>(in thousand Baht / thousand shares)</i>			
Basic loss attributable to equity holders of the Company (basic)	<u>106,452</u>	<u>107,907</u>	<u>106,452</u>	<u>107,907</u>
Number of ordinary shares outstanding	<u>1,206,697</u>	<u>1,206,697</u>	<u>1,206,697</u>	<u>1,206,697</u>
Basic loss per share (in Baht)	<u>(0.09)</u>	<u>(0.09)</u>	<u>(0.09)</u>	<u>(0.09)</u>

10 Commitments and contingencies

10.1 Commitments from the Operating Agreement before to be revoked the Operating Agreement (Effective date 7 March 2007)


On 7 March 2007, the Company received the letter of termination of the Operating Agreement from the PMO. This caused the following disputes that are currently under the process of consideration.

1. A case of the arbitration institution dispute No. 46/2550 in which the Company is the plaintiff regarding the PMO's unduly termination of the Operating Agreement which was wrongfully performed in breach of the Operating Agreement and against the law, including the arbitration institution dispute No. 1/2550 on 4 January 2007 which disputes payment of the program penalty fee and interest approximately totaling Baht 100,000 million. Both disputes are currently under the consideration of the arbitration institution, under the arbitration proceedings.
2. A case in which the Company is the defendant whereby the PMO demanded that the Company make the payment of the program penalty fee, interest, approximately totaling Baht 100,000 million to Supreme Administrative Court in Black Case No. 640/2550. Later, on 19 December 2007, the Supreme Administrative Court upheld the Central Administrative Court's verdict for the dismissal of the aforesaid case in order to allow the parties to the Operating Agreement to use the arbitration proceeding for Cases No. 1/2550 and No. 46/2550.

This shall be subject to the judgment of the Court which may vary from the estimated amount provided in the financial statements, which affect may the amount of income, expenditure, assets and liabilities, and disclosure information regarding assets and unpredictable liabilities.

10.2 Contingencies in respect of other legal cases

The Company is a defendant in various legal actions from operating a television broadcasting station that court case from doing news and trading. In the opinion of the directors, after taking appropriate legal advice, the outcome of such actions will not give rise to any significant loss. The Company has not recorded any provisions for these legal cases.

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10.3 The contingent liabilities which may have arisen from the dispute between the Company and the PMO relating to the Operating Agreement

a) Sequence of significant events of the dispute between the Company and the PMO

Up to the present, there are 2 pending cases filed by the Company against PMO, the details of such cases are as follows:

1. Black case No. 1/2550, the Company requests the arbitrators to decide whether the Company has obligation to pay penalty, interest, and remuneration to PMO.
2. Black case No. 46/2550, the Company requests the arbitrators to decide whether the PMO has illegally terminated the Operating Agreement in breach of the Operating Agreement and against the law and claim for compensation from the PMO.

Both disputes are currently under the consideration of the arbitration institution and the sequence of significant events of the dispute between the Company and the PMO up to 31 December 2009 have been disclosed on the financial statements for the year ended 31 December 2009. And there is no progression on the dispute during three-month period ended 31 March 2010.

b) The contingent liabilities and recording on the dispute between the Company and the PMO

The contingent liabilities after the Supreme Administrative Court's judgment on revocation of the arbitration award on 13 December 2006 and the dispute between the Company and the PMO were as follows:

1. In regard of the penalty arising from the alteration of television programming

The said liability has not been recorded in the company's financial statements as the Black Case number 640/2550 filed by the PMO demanding that the Company pay the operating fee, interest, the penalty fee and value of undelivered assets was dismissed by the Central Administrative Court which shall await the arbitral award the Black Case number 1/2550 granted by the arbitration panel and the final legal proceeding.

2. In regard of the operating fee of the 9th, 10th and 11th year amounting to Baht 2,210 million and 15% interest of such amount

Since quarter ended 31 December 2006, the provision for unpaid operating fee amounting to Baht 2,210 million plus 15% interest from the date that the arbitral award was revoked by the Supreme Administrative Court as of 13 December 2006 was recorded in the consolidated financial statements. The reason is that the Company proposed condition to pay such amount to the PMO and brought the issue of the penalty fee and interest into the arbitral proceeding under the Operating Agreement. Thereafter, in the first quarter of 2007, the PMO did not accept the said payment, it shall be deemed that the Company's proposal was not mutually accepted. The Company thus had no liability on the operating fee amounting to Baht 2,210 million plus 15% interest per annum. In addition, the Supreme Administrative Court made the order striking out the case No 640/2550 in which the PMO demanded that the Company pay the operating fee, interest, the penalty fee and value of undelivered assets out of the Case List, so that the disputes shall be brought into the arbitration proceeding and legal process by the Operating Agreement to be finalised.



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3. Value of undelivered assets

The undelivered asset in the amount of Baht 656 million plus 7.50% interest per annum of the undelivered asset from the date that the case was filed to the Court until the said amount is fully paid since 1995. The PMO has not requested the Company to pay such amount. Consequently, the Company has no liability to further deliver such asset. In addition, the Central Administrative Court made the order striking out the said case out from the Case List, therefore, the said items have not been recorded by the Company. Since the value of asset claimed by the PMO is only the business estimation comprising income, expense, profit, tax and investment asset, which terms regarding the asset only stated that the Company is required to procure the asset for the undertaking of UHF Television Broadcasting Station to cover the population at the rate of 96.72% of the population in the country without the condition of value of required asset and the Company has complied with such requirement, therefore, the Company has neither liability to procure asset nor indemnify to the PMO.

The Company is awaiting to hear the arbitral award ruling on the said contingent liabilities for Black Case No. 1/2550 and the compensation of damages arisen from illegal termination of agreement Black Case No. 46/2550. It shall be dependant on the judgment which cannot be predicted.

However, the Company has already recorded provision for unpaid operating fee amounting to Baht 2,891 million and interest from the date that the arbitral award was revoked by the Supreme Administrative Court amounting to Baht 1,372 million in these financial statements, of which of the amount of Baht 107 million was provision for interest on unpaid operating fee for the three-month period ended 31 March 2010.

11 Reclassification of accounts

Certain accounts in the statement of income for the three-month ended 31 March 2009 have been reclassified to conform to the presentation in the 2010 interim financial statements as follows:

	2009					
	Consolidated financial statements			Separate financial statements		
	Before reclass.	Reclass.	After reclass.	Before reclass.	Reclass.	After reclass.
	<i>(in thousand Baht)</i>					
<i>Statement of income</i>						
<i>Three-month periods</i>						
<i>ended 31 March</i>						
Return on investment	-	7,572	7,572	-	7,572	7,572
Interest income	8,299	(7,766)	533	8,345	(7,766)	578
Other Income	751	(751)	-	751	(751)	-
		<u>(945)</u>			<u>(945)</u>	

The reclassifications have been made to comply with the opinion of directors, the new classification is more appropriate to the Group's business.