

**Nation Broadcasting Corporation Public
Company Limited
and its Subsidiary**

Interim financial statements
and
Independent Auditor's Report
on Review of Interim Financial Information

For the three-month and nine-month periods ended
30 September 2012

Independent Auditor's Report on Review of Interim Financial Information

To the Board of Directors of Nation Broadcasting Corporation Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of Nation Broadcasting Corporation Public Company Limited and its subsidiary, and of Nation Broadcasting Corporation Public Company Limited, respectively, as at 30 September 2012; the consolidated statements of comprehensive income for the three-month and nine-month periods ended 30 September 2012 and separate statements of comprehensive income for the three-month and nine-month periods ended 30 September 2012 and 2011, the consolidated statements of changes in equity for the nine-month period ended 30 September 2012 and separate statements of changes in equity for the nine-month periods ended 30 September 2012 and 2011, and the consolidated statements of cash flows for the nine-month period ended 30 September 2012 and separate statements of cash flows for the nine-month periods ended 30 September 2012 and 2011; 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 reviews.

Scope of Review

I conducted my reviews 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 reviews, 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".

The comparative separate statement of financial position as at 31 December 2011

I have previously audited the separate financial statements of Nation Broadcasting Corporation Public Company Limited for the year ended 31 December 2011 in accordance with Thai Standards on Auditing and expressed an unqualified opinion on those financial statements in my report dated 14 February 2012. The separate statement of financial position as at 31 December 2011, which are included in the accompanying interim financial information for comparative purposes, are components of those financial statements. I have not performed any auditing procedures since the date of my audit report.

(Vichien Thamtrakul)
Certified Public Accountant
Registration No. 3183

KPMG Phoomchai Audit Ltd.
Bangkok
8 November 2012

Nation Broadcasting Corporation Public Company Limited and its Subsidiary

Statements of financial position

As at 30 September 2012 and 31 December 2011

Assets	Note	Consolidated		
		financial statements	Separate financial statements	
		30 September 2012 (Unaudited)	30 September 2012 (Unaudited)	31 December 2011
<i>(in thousand Baht)</i>				
Current assets				
Cash and cash equivalents		79,644	69,552	86,084
Trade accounts receivable	4	181,572	181,572	178,639
Accrued income		73,915	73,915	40,720
Other receivables from related parties	3	18,886	19,023	255
Inventories		14,959	14,959	11,916
Other current assets		26,704	26,699	17,721
Total current assets		395,680	385,720	335,335
Non-current assets				
Investment in subsidiary	5	-	10,000	-
Equipment	6	151,889	151,889	108,981
Intangible assets		3,607	3,607	3,523
Withholding income tax deducted at source		22,477	22,477	22,477
Other non-current assets		10,368	10,368	11,380
Total non-current assets		188,341	198,341	146,361
Total assets		584,021	584,061	481,696

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

Nation Broadcasting Corporation Public Company Limited and its Subsidiary

Statements of financial position

As at 30 September 2012 and 31 December 2011

Liabilities and equity	Note	Consolidated		
		financial statements	Separate financial statements	
		30 September 2012 (Unaudited)	30 September 2012 (Unaudited)	31 December 2011
<i>(in thousand Baht)</i>				
Current liabilities				
Trade accounts payable	7	42,054	42,054	30,070
Other payables to related parties	3	12,107	12,107	10,427
Other payables		63,377	63,367	22,677
Accrued expenses		70,083	70,083	51,029
Income tax payable		-	-	2,441
Other current liabilities		35,235	35,235	28,190
Total current liabilities		222,856	222,846	144,834
Non-current liability				
Employee benefit obligations	8	15,932	15,932	14,793
Total non-current liability		15,932	15,932	14,793
Total liabilities		238,788	238,778	159,627
Equity				
Share capital:				
Authorised share capital		178,500	178,500	178,500
Issued and paid-up share capital	11	174,475	174,475	173,438
Treasury shares	9	(5,154)	(5,154)	(4,536)
Premium on ordinary shares	11	101,367	101,367	98,951
Retained earnings				
Appropriated				
Legal reserve	10	15,300	15,300	13,100
Treasury shares reserve	10	5,154	5,154	4,536
Unappropriated		54,091	54,141	36,580
Total equity		345,233	345,283	322,069
Total liabilities and equity		584,021	584,061	481,696

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

Nation Broadcasting Corporation Public Company Limited and its Subsidiary

Statements of changes in equity

For the nine-month periods ended 30 September 2012 and 2011 (Unaudited)

	Consolidated financial statements							
	Note	Issued and paid-up share capital	Treasury shares	Share premium	Retained earnings			Total equity
					Legal reserve	Treasury shares reserve	Unappropriated	
					<i>(in thousand Baht)</i>			
Balance at 1 January 2012		173,438	-4,536	98,951	13,100	4,536	36,580	322,069
Transactions with owners, recorded directly in equity								
<i>Contributions by and distributions to owners of the Company</i>								
Shares options exercised	11	1,037	-	-	-	-	-	1,037
Share premium	11	-	-	2,416	-	-	-	2,416
Treasury shares purchased	9	-	(618)	-	-	-	-	(618)
Dividends to owners of the Company	14	-	-	-	-	-	(20,830)	(20,830)
Total transaction with owners, recorded directly in equity		1,037	(618)	2,416	-	-	(20,830)	(17,995)
Comprehensive income for the period		-	-	-	-	-	41,159	41,159
Transfer to legal reserve	10	-	-	-	2,200	-	(2,200)	-
Transfer to treasury shares reserve	10	-	-	-	-	618	(618)	-
Balance at 30 September 2012		174,475	(5,154)	101,367	15,300	5,154	54,091	345,233

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

Nation Broadcasting Corporation Public Company Limited and its Subsidiary

Statements of changes in equity

For the nine-month periods ended 30 September 2012 and 2011 (Unaudited)

	Note	Issued and paid-up share capital	Treasury shares	Share premium	Separate financial statements		Total equity	
					Legal reserve	Retained earnings		
					Treasury shares reserve	Unappropriated		
							(in thousand Baht)	
Balance at 1 January 2011		172,259	-	96,203	8,700	-	27,376	304,538
Transactions with owners, recorded directly in equity								
<i>Contributions by and distributions to owners of the Company</i>								
Shares option exercised	11	123	-	-	-	-	-	123
Share premium	11	-	-	287	-	-	-	287
Dividends to owners of the Company	14	-	-	-	-	-	(51,702)	(51,702)
Total transaction with owners, recorded directly in equity		123	-	287	-	-	(51,702)	(51,292)
Comprehensive income for the period		-	-	-	-	-	80,586	80,586
Transfer to legal reserve	10	-	-	-	4,100	-	(4,100)	-
Balance at 30 September 2011		172,382	-	96,490	12,800	-	52,160	333,832

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

Nation Broadcasting Corporation Public Company Limited and its Subsidiary

Statements of changes in equity

For the nine-month periods ended 30 September 2012 and 2011 (Unaudited)

	Note	Separate financial statements						Total equity
		Issued and paid-up share capital	Treasury shares	Share premium	Legal reserve	Treasury shares reserve	Retained earnings Unappropriated	
Balance at 1 January 2012		173,438	(4,536)	98,951	13,100	4,536	36,580	322,069
Transactions with owners, recorded directly in equity								
<i>Contributions by and distributions to owners of the Company</i>								
Shares options exercised	11	1,037	-	-	-	-	-	1,037
Share premium	11	-	-	2,416	-	-	-	2,416
Treasury shares purchased	9	-	(618)	-	-	-	-	(618)
Dividends to owners of the Company	14	-	-	-	-	-	(20,830)	(20,830)
Total transaction with owners, recorded directly in equity		1,037	(618)	2,416	-	-	(20,830)	(17,995)
Comprehensive income for the period		-	-	-	-	-	41,209	41,209
Transfer to legal reserve	10	-	-	-	2,200	-	(2,200)	-
Transfer to treasury shares reserve	10	-	-	-	-	618	(618)	-
Balance at 30 September 2012		174,475	(5,154)	101,367	15,300	5,154	54,141	345,283

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

Nation Broadcasting Corporation Public Company Limited and its Subsidiary

Statements of comprehensive income

For the three-month periods ended 30 September 2012 and 2011 (Unaudited)

		Consolidated		
		financial		Separate
		statements		financial statements
	Note	2012	2012	2011
		(in thousand Baht)		
Income				
Revenue from sale of goods and rendering of services	3	187,635	187,635	169,102
Other income		626	544	141
Total income		188,261	188,179	169,243
Expenses				
Cost of sale of goods and rendering of services	3	143,523	143,523	101,112
Selling expenses		13,379	13,379	17,824
Administrative expenses	3	12,759	12,740	10,026
Management benefit expenses		5,650	5,650	5,408
Finance costs		89	89	54
Total expenses		175,400	175,381	134,424
Profit before income tax		12,861	12,798	34,819
Income tax expense		(2,617)	(2,617)	(6,968)
Profit for the period		10,244	10,181	27,851
Other comprehensive income		-	-	-
Total comprehensive income for the period		10,244	10,181	27,851
Profit attributable to:				
Owners of the Company	13	10,244	10,181	27,851
Non-controlling interests		-	-	-
Profit for the period		10,244	10,181	27,851
Total comprehensive income attributable to:				
Owners of the Company		10,244	10,181	27,851
Non-controlling interest		-	-	-
Total comprehensive income for the period		10,244	10,181	27,851
Earnings per share				
Basic earnings per share (in Baht)	13	0.06	0.06	0.16
Diluted earnings per share (in Baht)		0.06	0.06	0.16

The accompanying notes are integral part of these financial statements.

Nation Broadcasting Corporation Public Company Limited and its Subsidiary
Statements of comprehensive income
For the nine-month periods ended 30 September 2012 and 2011 (Unaudited)

		Consolidated	Separate	
		financial	financial statements	
	<i>Note</i>	statements	2012	2011
			<i>(in thousand Baht)</i>	
<i>Income</i>				
Revenue from sale of goods and rendering of services	3	545,373	545,373	496,585
Other income		1,952	1,844	906
Total income		547,325	547,217	497,491
<i>Expenses</i>				
Cost of sales of goods and rendering of services	3	392,276	392,276	288,927
Selling expenses		47,203	47,203	56,026
Administrative expenses	3	38,539	38,381	33,880
Management benefit expenses		17,235	17,235	16,224
Finance costs		186	186	202
Total expenses		495,439	495,281	395,259
Profit before income tax		51,886	51,936	102,232
Income tax expense		(10,727)	(10,727)	(21,646)
Profit for the period		41,159	41,209	80,586
Other comprehensive income		-	-	-
Total comprehensive income for the period		41,159	41,209	80,586
Profit attributable to:				
Owners of the Company	13	41,159	41,209	80,586
Non-controlling interests		-	-	-
Profit for the period		41,159	41,209	80,586
Total comprehensive income attributable to:				
Owners of the Company		41,159	41,209	80,586
Non-controlling interest		-	-	-
Total comprehensive income for the period		41,159	41,209	80,586
Earnings per share				
Basic earnings per share <i>(in Baht)</i>	13	0.24	0.24	0.47
Diluted earnings per share <i>(in Baht)</i>		0.24	0.24	0.46

The accompanying notes are integral part of these financial statements.

Nation Broadcasting Corporation Public Company Limited and its Subsidiary

Statements of cash flows

For the nine-month periods ended 30 September 2012 and 2011 (Unaudited)

	Consolidated		
	financial statements	Separate financial statements	
	2012	2012	2011
	<i>(in thousand Baht)</i>		
<i>Cash flows from operating activities</i>			
Profit for the period	41,159	41,209	80,586
<i>Adjustments for</i>			
Depreciation	25,239	25,239	16,858
Amortisation of intangible assets	756	756	487
Investment income	(1,369)	(1,260)	(624)
Employee benefit obligations	1,675	1,675	1,369
Finance costs	186	186	202
Bad and doubtful debts expense	1,029	1,029	1,261
Gain on disposal of equipment	(23)	(23)	(183)
Loss on written-off of equipment	433	433	-
Income tax expense	10,727	10,727	21,646
	79,812	79,971	121,602
<i>Changes in operating assets and liabilities</i>			
Trade accounts receivable	(3,963)	(3,963)	(8,821)
Accrued income	(33,195)	(33,195)	4,632
Other receivables from related parties	(18,631)	(18,768)	2,307
Inventories	(3,043)	(3,043)	(4,103)
Other current assets	(8,983)	(8,978)	(14,887)
Withholding income tax deducted at source	(9,565)	(9,565)	(10,559)
Other non-current assets	1,012	1,012	(3,540)
Trade accounts payable	11,984	11,984	17,575
Other payables to related parties	1,680	1,680	(145)
Other payables	40,700	40,690	(546)
Accrued expenses	19,054	19,054	(4,127)
Other current liabilities	7,045	7,045	2,978
Employee benefit obligations	(536)	(536)	-
Cash generated from operating activities	83,371	83,388	102,366
Income tax paid	(3,603)	(3,603)	(13,444)
Net cash from operating activities	79,768	79,785	88,922

The accompanying notes are integral part of these financial statements.

Nation Broadcasting Corporation Public Company Limited and its Subsidiary

Statements of cash flows

For the nine-month periods ended 30 September 2012 and 2011 (Unaudited)

	Consolidated	Separate	
	financial statements	financial statements	
	2012	2012	2011
	<i>(in thousand Baht)</i>		
<i>Cash flows from investing activities</i>			
Interest received	1,369	1,260	624
Current investments	-	-	45,000
Net cash outflow on investment in subsidiary	-	(10,000)	-
Purchase of equipment	(75,473)	(75,473)	(36,640)
Sale of equipment	6,389	6,389	290
Purchase of intangible assets	(312)	(312)	(3,700)
Net cash from (used in) investing activities	(68,027)	(78,136)	5,574
<i>Cash flows from financing activities</i>			
Interest paid	(186)	(186)	(202)
Dividend paid to owners of the Company	(20,830)	(20,830)	(51,702)
Bank overdrafts	-	-	(2,195)
Proceeds from exercise of share options	3,453	3,453	410
Purchase of treasury shares	(618)	(618)	-
Net cash used in financing activities	(18,181)	(18,181)	(53,689)
Net increase (decrease) in cash and cash equivalents	(6,440)	(16,532)	40,807
Cash and cash equivalents at 1 January	86,084	86,084	28,144
Cash and cash equivalents at 30 September	79,644	69,552	68,951

The accompanying notes are integral part of these financial statements.

Nation Broadcasting Corporation Public Company Limited and its Subsidiary
Notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2012 (Unaudited)

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Nation Broadcasting Corporation Public Company Limited and its Subsidiary
Notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2012 (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 Thai language. These English language financial statements have been prepared from the Thai language statutory financial statements, and were approved and authorised by the Board of Directors on 8 November 2012.

1 General information

Nation Broadcasting Corporation Public Company Limited, the “Company”, was incorporated in Thailand and has its registered office at 1858/51-62, 12th, 13th floors, Bangna-Trad Road, Kwang Bangna, Khet Bangna, Bangkok, Thailand.

The Company was listed on the Market for Alternative Investment in November 2009.

The immediate parent company during the financial period was Nation Multimedia Group Public Company Limited (61.94% shareholding), which is incorporated in Thailand.

The principal businesses of the Company are production of TV programs and radio programs and providing advertisements through TV media, radio media and new media forms. Detail of the Company’s subsidiary as at 30 September 2012 and 31 December 2011 was as follow:

Name of entity	Type of business	Country of incorporation	Ownership interest (%)	
			30 September 2012	31 December 2011
<i>Direct subsidiary</i>				
NBC Nextmedia Co., Ltd.	Advertising media	Thailand	99.99	-

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); applicable rules and regulations of the Thai Securities and Exchange Commission.

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2011. 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 for the year ended 31 December 2011.

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 2011.

(b) Presentation currency

The interim financial statements are prepared and presented in Thai Baht. All financial information presented in Thai Baht has been rounded to the nearest thousand unless otherwise stated.

Nation Broadcasting Corporation Public Company Limited and its Subsidiary
Notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2012 (Unaudited)

(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 2011.

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 8 Measurement of defined employee benefit obligations

(d) Consolidated financial statements

In March 2012, the Company invested in NBC Nextmedia Co., Ltd. by payment in cash Baht 10 million representing 99.99% of the shareholding. Therefore, the consolidated financial statements of the Group included the statement of financial position as at 30 September 2012 and the statement of comprehensive income for the period from 6 March 2012 to 30 September 2012 of such company.

3 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 related parties were as follows:

Name of entities	Country of incorporation/ nationality	Nature of relationships
Nation Multimedia Group Public Company Limited	Thailand	Parent, 61.94% shareholding, some common directors
NBC Nextmedia Co., Ltd.	Thailand	Subsidiary, 99.99% shareholding, some common directors
Nation International Edutainment Public Company Limited	Thailand	78.46% shareholding by parent, some common directors
Kom Chad Luek Media Co., Ltd.	Thailand	99.99% shareholding by parent, some common directors
NML Co., Ltd.	Thailand	99.99% shareholding by parent, some common directors
Nation News Network Co., Ltd.	Thailand	99.99% shareholding by parent, some common directors

Nation Broadcasting Corporation Public Company Limited and its Subsidiary
Notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2012 (Unaudited)

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% shareholding by parent, some common directors
WPS (Thailand) Co., Ltd.	Thailand	84.50% shareholding by parent, some common directors
Nation Edutainment Co., Ltd.	Thailand	99.99% shareholding by Nation International Edutainment Public Company Limited, some common directors
N Coupon Co., Ltd.	Thailand	99.98% shareholding by Nation International Edutainment Public Company Limited, some common directors (liquidated and in the process of dissolution)
Nation Egmont Edutainment Co., Ltd.	Thailand	49.99% shareholding by Nation International Edutainment Public Company Limited, some common directors
Nation University	Thailand	University license holding by Nation U Co., Ltd.
Thai Portal Co., Ltd.	Thailand	Related party, 19% shareholding by Kom Chad Luek Media Co., Ltd.
Nation Properties Co., Ltd.	Thailand	Related party, 19.80% shareholding by parent
Nation Printing Services Co., Ltd.	Thailand	99.99% shareholding by WPS (Thailand) Co., Ltd., some common directors (liquidated and dissolution on 18 October 2012)

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

Transactions	Pricing policies
Rendering of services and others	General market price
Cost of services and expenses	Actual cost allocation rate and negotiable rate

Nation Broadcasting Corporation Public Company Limited and its Subsidiary
Notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2012 (Unaudited)

Significant transactions for the three-month and nine-month periods ended 30 September 2012 and 2011 with related parties were as follows:

<i>Three-month period ended 30 September</i>	Consolidated financial statements	Separate financial statements	
	2012	2012	2011
		<i>(in thousand Baht)</i>	
Parent			
Revenue from rendering of services	404	404	2,340
Cost of services and expenses	10,562	10,562	9,536
Other related parties			
Revenue from rendering of services	1,486	1,486	499
Cost of services and expenses	8,057	8,057	7,766

<i>Nine-month period ended 30 September</i>	Consolidated financial statements	Separate financial statements	
	2012	2012	2011
		<i>(in thousand Baht)</i>	
Parent			
Revenue from rendering of services	1,242	1,242	11,786
Cost of services and expenses	28,893	28,893	28,280
Other related parties			
Revenue from rendering of services	2,154	2,154	1,860
Cost of services and expenses	17,741	17,741	20,385

Balances as at 30 September 2012 and 31 December 2011 with related parties were as follows:

<i>Trade accounts receivable from related parties</i>	Consolidated financial statements	Separate financial statements	
	30 September 2012	30 September 2012	31 December 2011
		<i>(in thousand Baht)</i>	
Parent			
Nation Multimedia Group Public Company Limited	3,612	3,612	1,512
Other related parties			
Nation International Edutainment Public Company Limited	299	299	1,232
Nation News Network Co., Ltd.	-	-	165
Krungthep Turakij Media Co., Ltd.	54	54	1,973
Kom Chad Luek Media Co., Ltd.	448	448	335
Nation University	1,508	1,508	-
Total	5,921	5,921	5,217

Nation Broadcasting Corporation Public Company Limited and its Subsidiary
Notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2012 (Unaudited)

	Consolidated financial statements 2012	Separate financial statements 2012	2011
	<i>(in thousand Baht)</i>		
Bad and doubtful debts expense for the three-month period ended 30 September	-	-	-
nine-month period ended 30 September	-	-	-
	Consolidated financial statements 30 September 2012	Separate financial statements 30 September 2012	31 December 2011
	<i>(in thousand Baht)</i>		
Other receivables from related parties			
Parent			
Nation Multimedia Group Public Company Limited	4,116	4,116	36
Subsidiary			
NBC Nextmedia Co., Ltd.	-	137	-
Other related parties			
Thai Portal Co., Ltd.	447	447	447
Nation International Edutainment Public Company Limited	816	816	19
Nation Egmont Edutainment Co., Ltd.	18	18	4
NML Co., Ltd.	165	165	-
Krungthep Turakij Media Co., Ltd.	4,261	4,261	134
Kom Chad Luek Media Co., Ltd.	950	950	12
Nation University	8,480	8,480	-
Others	80	80	50
	19,333	19,470	702
<i>Less</i> allowance for doubtful accounts	(447)	(447)	(447)
Net	18,886	19,023	255
	2012	2012	2011
	<i>(in thousand Baht)</i>		
Bad and doubtful debts expenses for the three-month period ended 30 September	-	-	-
nine-month period ended 30 September	-	-	-

Nation Broadcasting Corporation Public Company Limited and its Subsidiary
Notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2012 (Unaudited)

<i>Trade accounts payable - related parties</i>	Consolidated	Separate	
	financial statements	financial statements	
	30	30	31
	September	September	December
	2012	2012	2011
	<i>(in thousand Baht)</i>		
Parent			
Nation Multimedia Group Public Company Limited	531	531	321
Other related parties			
Nation International Edutainment Public Company Limited	2	2	10
WPS (Thailand) Co., Ltd.	373	373	1,349
Nation News Network Co., Ltd.	706	706	1,037
Kom Chad Luek Media Co., Ltd.	3,117	3,117	1,388
Krungthep Turakij Media Co., Ltd.	3,234	3,234	2,105
Total	<u>7,963</u>	<u>7,963</u>	<u>6,210</u>

<i>Other payables to related parties</i>	Consolidated	Separate	
	financial statements	financial statements	
	30	30	31
	September	September	December
	2012	2012	2011
	<i>(in thousand Baht)</i>		
Parent			
Nation Multimedia Group Public Company Limited	11,402	11,402	10,109
Other related parties			
Nation International Edutainment Public Company Limited	188	188	241
Kom Chad Luek Media Co., Ltd.	109	109	4
NML Co., Ltd.	145	145	15
Nation University	260	260	-
Others	3	3	58
Total	<u>12,107</u>	<u>12,107</u>	<u>10,427</u>

4 Trade accounts receivable

	<i>Note</i>	Consolidated	Separate	
		financial statements	financial statements	
		30	30	31
		September	September	December
		2012	2012	2011
		<i>(in thousand Baht)</i>		
Related parties	3	5,921	5,921	5,217
Other parties		181,886	181,886	178,630
Total		<u>187,807</u>	<u>187,807</u>	<u>183,847</u>
<i>Less allowance for doubtful accounts</i>		<i>(6,235)</i>	<i>(6,235)</i>	<i>(5,208)</i>
Net		<u>181,572</u>	<u>181,572</u>	<u>178,639</u>

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	Consolidated financial statements	Separate financial statements	
	2012	2012	2011
	<i>(in thousand Baht)</i>		
(Reversed of) bad and doubtful debts expenses for the three-month period ended 30 September	329	329	(803)
nine-month period ended 30 September	1,029	1,029	(439)

Aging analyses for trade accounts receivable were as follows:

	Consolidated financial statements	Separate financial statements	
	30 September 2012	30 September 2012	31 December 2011
	<i>(in thousand Baht)</i>		
Related parties			
Within credit terms	5,090	5,090	4,095
Overdue:			
Less than 6 months	612	612	-
6-12 months	-	-	903
Over 12 months	219	219	219
	5,921	5,921	5,217
<i>Less allowance for doubtful accounts</i>	-	-	-
	5,921	5,921	5,217
Other parties			
Within credit terms	126,358	126,358	129,024
Overdue:			
Less than 6 months	21,675	21,675	40,923
6-12 months	28,490	28,490	4,705
Over 12 months	5,363	5,363	3,978
	181,886	181,886	178,630
<i>Less allowance for doubtful accounts</i>	(6,235)	(6,235)	(5,208)
	175,651	175,651	173,422
Net	181,572	181,572	178,639

The normal credit term granted by the Group is 90 days.

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5 Investment in subsidiary

	Separate financial statements	
	2012	2011
<i>Nine-month period ended 30 September</i>		
At 1 January	-	-
Acquisition	10,000	-
At 30 September	10,000	-

On 14 February 2012, the Board of Directors of the Company approved to establish a company, NBC Nextmedia Co., Ltd, which has a registered share capital of Baht 20 million (divided into 2 million shares at Baht 10 par value) and called-up share capital of 50%. The subsidiary was registered with the Ministry of Commerce on 6 March 2012.

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Investment in subsidiary as at 30 September 2012 and 31 December 2011, and dividend income from investment for the nine-month period ended 30 September 2012 and 2011 were as follows:

	Separate financial statements											
	Ownership interest		Paid-up capital		Cost		Impairment		Cost - net of impairment		Dividend income for nine-month period ended	
	30	31	30	31	30	31	30	31	30	31	30	30
	September 2012	December 2011	September 2012	December 2011	September 2012	December 2011	September 2012	December 2011	September 2012	December 2011	September 2012	September 2011
	(<i>%</i>)						(<i>in thousand Baht</i>)					
<i>Subsidiary</i>												
NBC Nextmedia Co., Ltd.	99.99	-	10,000	-	10,000	-	-	-	-	10,000	-	-

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6 Equipment

Acquisitions, disposals and transfers of equipment during the nine-month periods ended 30 September 2012 and 2011 were as follows:

<i>Nine-month period ended 30 September</i>	Consolidated financial statements/ Separate financial statements		Separate financial statements	
	2012		2011	
	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	1,871	341	609	-
Operating equipment	61,218	92	32,451	-
Furniture, fixtures and office equipment	572	-	1,086	-
Vehicles	-	-	-	107
Assets under installation	12,150	7,232	2,494	-
Total	75,811	7,665	36,640	107

7 Trade accounts payable

	<i>Note</i>	Consolidated financial statements	Separate financial statements	
		30 September 2012	30 September 2012	31 December 2011
<i>(in thousand Baht)</i>				
Related parties	3	7,963	7,963	6,210
Other parties		34,091	34,091	23,860
Total		42,054	42,054	30,070

8 Employee benefit obligations

Statement of financial position Obligations for:	Consolidated financial statements	Separate financial statements	
	30 September 2012	30 September 2012	31 December 2011
<i>(in thousand Baht)</i>			
Post-employment benefits	15,932	15,932	14,793

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<i>Three-month period ended 30 September</i>	Consolidated financial statements	Separate financial statements	
	2012	2012	2011
	<i>(in thousand Baht)</i>		
Statement of comprehensive income:			
Recognised in profit or loss:			
Post-employment benefits	<u>496</u>	<u>496</u>	<u>457</u>

<i>Nine-month period ended 30 September</i>	Consolidated financial statements	Separate financial statements	
	2012	2012	2011
	<i>(in thousand Baht)</i>		
Statement of comprehensive income:			
Recognised in profit or loss:			
Post-employment benefits	<u>1,489</u>	<u>1,489</u>	<u>1,369</u>

The Company adopted TAS 19 - Employee Benefits with effect from 1 January 2011. The Company opted to record the entire amount the transitional obligations as at 1 January 2011, totalling Baht 12.97 million as an adjustment to retained earnings as at 1 January 2011.

The Group and the Company operate defined benefit plans based on the requirement of Thai Labour Protection Act B.E. 2541 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 financial statements	Separate financial statements	
	2012	2012	2011
	<i>(in thousand Baht)</i>		
Defined benefit obligations at 1 January	14,793	14,793	12,967
Transfer in (out)	186	186	-
Benefits paid by the plan	(536)	(536)	-
Current service costs and interest	1,489	1,489	1,369
Defined benefit obligations at 30 September	<u>15,932</u>	<u>15,932</u>	<u>14,336</u>

Expense recognised in profit or loss:

<i>Three-month period ended 30 September</i>	Consolidated financial statements	Separate financial statements	
	2012	2012	2011
	<i>(in thousand Baht)</i>		
Current service costs	323	323	305
Interest on obligation	173	173	152
Total	<u>496</u>	<u>496</u>	<u>457</u>

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	Consolidated financial statements	Separate financial statements	
	2012	2012	2011
<i>Nine-month period ended 30 September</i>		<i>(in thousand Baht)</i>	
Current service costs	970	970	914
Interest on obligation	519	519	455
Total	<u>1,489</u>	<u>1,489</u>	<u>1,369</u>

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

	Consolidated financial statements	Separate financial statements	
	2012	2012	2011
<i>Three-month period ended 30 September</i>		<i>(in thousand Baht)</i>	
Cost of sales and rendering of services	236	236	224
Administrative expenses	260	260	233
Total	<u>496</u>	<u>496</u>	<u>457</u>

	Consolidated financial statements	Separate financial statements	
	2012	2012	2011
<i>Nine-month period ended 30 September</i>		<i>(in thousand Baht)</i>	
Cost of sales and rendering of services	708	708	670
Administrative expenses	781	781	699
Total	<u>1,489</u>	<u>1,489</u>	<u>1,369</u>

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

	Consolidated financial statements	Separate financial statements	
	30 September 2012	30 September 2012 (%)	31 December 2011
Discount rate	4.7	4.7	4.7
Future salary increases	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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9 Treasury shares

The treasury shares account within equity comprises the cost of the Company's own shares held by the Company.

As at 30 September 2012, the Company held 0.89 million shares (*31 December 2011: 0.79 million shares*), comprising 0.51% (*31 December 2011: 0.45%*) of the Company's issued share capital, at a total cost of Baht 5.15 million (*31 December 2011: Baht 4.54 million*) as follows:

	30 September 2012		31 December 2011	
	Number	Baht	Number	Baht
	<i>(in thousand shares/thousand Baht)</i>			
The Company	<u>892</u>	<u>5,154</u>	<u>787</u>	<u>4,536</u>

10 Reserve

Legal reserve

Section 116 of the Public Companies Act B.E. 2535 requires that a 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.

Treasury shares reserve

The treasury shares reserve represents the amount appropriated from retained earnings equal to the cost of the Company's own shares held by the Company. The treasury shares reserve is not available for dividend distribution.

11 Warrants

At the annual general meeting of the shareholders No. 1/2010 held on 26 April 2010, the shareholders passed resolutions to approve the issuance 8,500,000 units of warrants under the Employee Stock Option Program (ESOP) to sell to the Company's directors, management and/or employees. The details are as follows:

Description	Details
Type of warrants	No value
Terms of warrants	3 years from the issuance date of warrant
Propose to sell to	The Company's directors, management and/or employees
Issue and sell quantities	8,500,000 units
Exercise ratio	1 warrant to 1 ordinary share
Exercise price	Baht 3.33 per share
Exercise period and proportion	Twice a year on 15 May and 15 November in each year, to exercise not more than 30% in the first year, not more than 30% in the second year and not more than 40% in the third year.

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On 15 May 2011, the Company's directors, management and/or employees exercised the warrants to purchase ordinary shares 123,000 units totalling of Baht 0.4 million which the Company has share premium amounted to Baht 0.3 million. The Company registered the paid-up share capital from the such exercise with the Ministry of Commerce on 20 May 2011.

On 15 May 2012, the Company's directors, management and/or employees exercised the warrants to purchase ordinary shares 1,036,900 units totalling of Baht 3.5 million which the Company has share premium amounted to Baht 2.4 million. The Company registered the paid-up share capital from the exercise with the Ministry of Commerce on 24 May 2012.

On 30 September 2012, the Company's directors, management and/or employees exercised the warrants to purchase ordinary shares 4,474,900 units (*2011: 2,382,000 units*) totalling of Baht 14.9 million (*2011: Baht 7.9 million*) which the Company has share premium amounted to Baht 10.4 million (*2011: Baht 5.6 million*) and the Company reserved 4,025,100 ordinary shares (*2011: 6,118,000 shares*) at Baht 1 par value for the outstanding exercisable warrants.

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12 Segment information

Information about reportable segments:

Business segments <i>Nine-month period ended 30 September</i>	TV advertising media		Radio advertising media		New media advertising		Total	
	2012	2011	2012	2011	2012	2011	2012	2011
	<i>(in thousand Baht)</i>							
Revenue from external customers	<u>414,903</u>	<u>389,264</u>	<u>23,956</u>	<u>23,183</u>	<u>106,514</u>	<u>84,138</u>	<u>545,373</u>	<u>496,585</u>
Reportable segment profit before income tax	<u>28,146</u>	<u>76,004</u>	<u>3,170</u>	<u>1,463</u>	<u>20,570</u>	<u>24,765</u>	<u>51,886</u>	<u>102,232</u>
Reportable segment assets	<u>426,940</u>	<u>329,721</u>	<u>19,400</u>	<u>20,049</u>	<u>55,509</u>	<u>39,216</u>	<u>501,849</u>	<u>388,986</u>
Unallocated segment assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>82,172</u>	<u>111,394</u>
Total assets	<u>426,940</u>	<u>329,721</u>	<u>19,400</u>	<u>20,049</u>	<u>55,509</u>	<u>39,216</u>	<u>584,021</u>	<u>500,380</u>

There have been no changes to the basis of segmentation or the measurement basis for the segment profit or loss since 31 December 2011.

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13 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 2012 and 2011 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 adjusting for own shares held as follows:

	Consolidated		Separate	
	financial	financial statements		2011
<i>Three-month period ended 30 September</i>	2012	2012	2011	
	<i>(in thousand Baht / thousand shares)</i>			
Profit attributable to ordinary shareholders of the Company (basic)	10,244	10,181	27,851	
Number of ordinary shares outstanding at 1 January	172,651	172,651	172,259	
Effect of own shares held during period	(105)	(105)	-	
Effect of share options exercised on 24 May	1,037	1,037	-	
Effect of share options exercised on 27 May	-	-	123	
Weighted average number of ordinary shares outstanding (basic)	173,583	173,583	172,382	
Earnings per share (basic) (in Baht)	0.06	0.06	0.16	
	Consolidated		Separate	
	financial	financial statements		2011
<i>Nine-month period ended 30 September</i>	2012	2012	2011	
	<i>(in thousand Baht / thousand shares)</i>			
Profit attributable to ordinary shareholders of the Company (basic)	41,159	41,209	80,586	
Number of ordinary shares outstanding at 1 January	172,651	172,651	172,259	
Effect of own shares held during period	(99)	(99)	-	
Effect of share options exercised on 24 May	492	492	-	
Effect of share options exercised on 27 May	-	-	57	
Weighted average number of ordinary shares outstanding (basic)	173,044	173,044	172,316	
Earnings per share (basic) (in Baht)	0.24	0.24	0.47	

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Diluted earnings per share

The calculations of diluted earnings per share for the three-month and nine-month periods ended 30 September 2012 and 2011 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 own shares held, the effects of all dilutive potential ordinary share and shares-options exercise as follows:

	Consolidated financial statements	Separate financial statements	
	2012	2012	2011
	<i>(in thousand Baht / thousand shares)</i>		
Three-month period ended 30 September			
Profit attributable to ordinary shareholders of the Company (diluted)	10,244	10,181	27,851
Weighted average number of ordinary shares outstanding (basic)	173,583	173,583	172,382
Effect of exercise of shares options	1,317	1,317	2,894
Weighted average number of ordinary shares outstanding (diluted)	174,900	174,900	175,276
Earnings per share (diluted) (in Baht)	0.06	0.06	0.16
Nine-month period ended 30 September			
Profit attributable to ordinary shareholders of the Company (diluted)	41,159	41,209	80,586
Weighted average number of ordinary shares outstanding (basic)	173,044	173,044	172,316
Effect of exercise of shares options	1,482	1,482	3,014
Weighted average number of ordinary shares outstanding (diluted)	174,526	174,526	175,330
Earnings per share (diluted) (in Baht)	0.24	0.24	0.46

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14 Dividends

At the annual general meeting of shareholders held on 5 April 2011, the shareholders approved the appropriation of dividend of Baht 0.44 per share, amounted to Baht 75.03 million from the 2011 operating result. The dividend of Baht 0.34 per share, amounted to Baht 57.80 million was paid to shareholders as the interim dividend during the year 2010 and the dividend of Baht 0.10 per share, amounted to Baht 17.23 million was paid to shareholders during the year 2011.

At the Board of Directors' meetings held on 12 May 2011, the Board of Directors approved the appropriation of interim dividend of Baht 0.10 per share, amounted to Baht 17.24 million. The dividend was paid to shareholders during the year 2011.

At the Board of Directors' meetings held on 9 August 2011, the Board of Directors approved the appropriation of interim dividend of Baht 0.10 per share, amounted to Baht 17.24 million. The dividend was paid to shareholders during the year 2011.

At the annual general meeting of shareholders held on 25 April 2012, the shareholders approved the appropriation of dividend of Baht 0.30 per share, amounted to Baht 51.72 million from the 2011 operating result. The dividend was paid to shareholders during the year 2011.

At the Board of Directors' meetings held on 10 May 2012, the Board of Directors approved the appropriation of interim dividend of Baht 0.06 per share, amounted to Baht 10.41 million. The dividend was paid to shareholders during the year 2012.

At the Board of Directors' meetings held on 9 August 2012, the Board of Directors approved the appropriation of interim dividend of Baht 0.06 per share, amounted to Baht 10.42 million. The dividend was paid to shareholders during the year 2012.

15 Commitments with non-related parties

	Consolidated financial statements	Separate financial statements	
	30 September 2012	30 September 2012	31 December 2011
	<i>(in thousand Baht)</i>		
<i>Non-cancellable operating lease commitments</i>			
Within one year	43,355	43,355	39,001
After one year but within five years	138,994	138,994	142,997
After five years	53,159	53,159	72,789
Total	<u>235,508</u>	<u>235,508</u>	<u>254,787</u>
<i>Other commitment</i>			
Bank guarantees	<u>8,733</u>	<u>8,733</u>	<u>7,521</u>

- 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, commencing from 30 April 2012 to 30 November 2014 with an option to renew.
- b) The Company entered into news supply agreement with a foreign company for a period of 5 years, commencing from 1 June 2011 to 31 May 2016 with an option to renew.

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- c) The Company entered into service agreements covering television broadcasting satellite services with a local company. The details are as follows:

<u>Contract date</u>	<u>Contract period</u>	Periods	<u>Total fee</u>
1 October 2009 (Amendment on 11 May 2010)	1 November 2009 to 31 October 2019	10 years	USD 4.3 million
4 February 2010 (Amendment on 11 May 2010)	15 February 2010 to 31 March 2020	10 years	USD 3.2 million
12 September 2011	1 October 2011 to 30 September 2016	5 years	USD 1.2 million