
Summary of Financial Information from Annual Report 2018

Report of Responsibilities for the Financial Reports of the AOT Board of Directors

The AOT Board of Directors is responsible for the financial statements of AOT and its subsidiaries. The financial statements are prepared in accordance with the generally accepted accounting principles and the appropriate accounting policy, and with careful discretion and reasonable estimate. Significant information is also adequately and transparently disclosed in the notes to financial statements for the benefits of the shareholders and general investors.

The AOT Board of Directors has in place good corporate governance, risk management system and internal control to ensure that accounting records are accurate, complete, timely and adequate to protect the assets as well as to prevent fraud or significant irregular operations.

The AOT Board of Directors appointed the Audit Committee comprising independent directors to review credibility and correctness of financial reports as well as evaluate efficiency of internal control and internal audit. The Audit Committee's opinions were presented in the Audit Committee report and included in this annual report.

The AOT Board of Directors viewed that the Company's internal control and internal audit system can ensure credibility of financial statements of AOT and its subsidiaries for the year ended 30 September 2018 which correctly showed the financial position, operating result and cash flow, and were audited by the independent auditor in accordance with the financial reporting standards. The auditor's opinions were presented in the auditor's report and included in this annual report.



(Mr. Prasong Poontaneat)

Chairman of the Board of Directors



(Mr. Nitinai Sirismatthakarn)

President

Summary of Financial Information

Operating Results (Unit : Million Baht)

	2018	2017	Increase (Decrease)	%
Revenues from sales or services	60,537.41	54,901.16	5,636.25	10.27
Earnings before Financial Costs, Income Taxes, Depreciation and Amortisation including other Non-operating Income and Expenses (EBITDA)	36,352.22	31,431.39	4,920.83	15.66
Net profit attributable to the Company	25,170.76	20,683.60	4,487.16	21.69

Financial Position (Unit : Million Baht)

	2018	2017	Increase (Decrease)	%
Total assets	187,708.55	178,409.93	9,298.62	5.21
Total liabilities	43,439.43	46,721.24	(3,281.81)	(7.02)
Total equity	144,269.12	131,688.69	12,580.43	9.55

Financial Ratios

	2018	2017
Liquidity ratio (Time)	3.32	3.46
Net profit to revenues from sales or services (%)	41.58	37.67
Return on equity (%)	18.29	16.45
Return on total assets (%)	13.75	11.80
Debt to equity ratio (Time)	0.30	0.35
Book Value per Share (Baht)	10.07	9.20
Earnings per Share (Baht)	1.76	1.45

Airports of Thailand Public Company Limited and its subsidiaries

Management discussion and analysis of financial statements for the year ended September 30th, 2018

Overall performance and significant events

The overall aviation industry of Thailand during October 2017 - September 2018 has improved comparing to the same period last year. This is in line with growth in the tourism sector. A support from the Thai government on the tourism contributed to such growth. As a consequence, a number of tourists travelling to Thailand increases, especially for Chinese tourists. The rapid expansion of low cost airlines leads to the price competition. This benefits to passengers due to cheaper air fares and the diversity of flight routes. Moreover, the International Civil Aviation Organization (ICAO) has removed Thailand from the list of significant safety concerns. As a result, Thai airlines can expand its service and increase the number of flights. This is positive to both aviation industry and the overall economy.

For the year ended September 30th, 2018, the air traffic volume from six airports under the Airports of Thailand Public Company Limited (AOT) was 874,999 flights, a 6.24% increase comparing to last year. It comprised 462,225 international flights and 412,774 domestic flights. The total number of passengers was 139.52 million, a 7.99% increase comparing to last year. It comprised 80.49 million international passengers and 59.03 million domestic passengers which mainly from the increase in international flights and passengers.

In 2018, AOT generated net profit of Baht 25,170.76 million. It increased by Baht 4,487.16 million or 21.69% comparing to last year. Total revenues increased by Baht 5,444.97 million, total expenses increased by Baht 502.57 million, and income tax expense increased by Baht 457.31 million.

1. Analysis of operations

1.1 Operating results for the year ended September 30th, 2018

Unit: Million Baht

	2018	2017	Increase (decrease)	% YoY
Revenues from sales or services	60,537.41	54,901.16	5,636.25	10.27
<i>Aeronautical revenue</i>	33,986.26	30,825.41	3,160.85	10.25
<i>Portion</i>	56%	56%		
<i>Non-aeronautical revenue</i>	26,551.15	24,075.75	2,475.40	10.28
<i>Portion</i>	44%	44%		
Other income	1,598.52	1,789.80	(191.28)	(10.69)
Total revenues	62,135.93	56,690.96	5,444.97	9.60
<u>Less</u> Total expenses	31,008.56	30,505.99	502.57	1.65
Profit before income tax expense	31,127.37	26,184.97	4,942.40	18.87
<u>Less</u> Income tax expense	5,902.71	5,445.40	457.31	8.40
Net profit for the year	25,224.66	20,739.57	4,485.09	21.63
Profit attributable to:				
Owners of the parent	25,170.76	20,683.60	4,487.16	21.69
Non-controlling interests	53.90	55.97	(2.07)	(3.70)
Earnings per share (Baht)	1.76	1.45	0.31	21.38

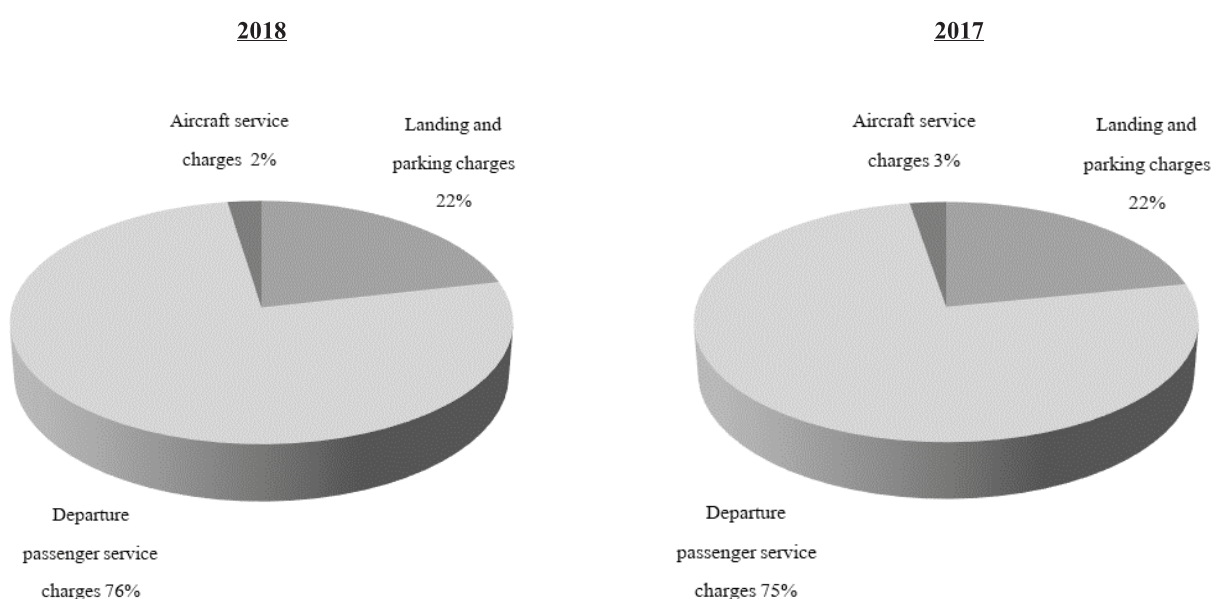
Net profit for the year ended September 30th, 2018 was Baht 25,170.76 million. It increased by Baht 4,487.16 million or 21.69% comparing to last year. Revenues from sales or services increased by Baht 5,636.25 million or 10.27% as a result of an increase in aeronautical revenue of Baht 3,160.85 million or 10.25% and non-aeronautical revenue of Baht 2,475.40 million or 10.28% because of increasing in number of flights and passengers. Other income decreased by Baht 191.28 million or 10.69% mainly from a decrease in gain on foreign exchange. Total expenses increased by Baht 502.57 million or 1.65%. Income tax expense increased by Baht 457.31 million or 8.40% which was in line with an increase in profit.

The detailed analysis of each type of revenues and expenses are as follow;

1.2 Aeronautical Revenue

Unit: Million Baht

	2018	2017	Increase (decrease)	%YoY
Landing and parking charges	7,303.66	6,731.61	572.05	8.50
Departure passenger service charges	25,850.04	23,285.00	2,565.04	11.02
Aircraft service charges	832.56	808.80	23.76	2.94
Total	33,986.26	30,825.41	3,160.85	10.25



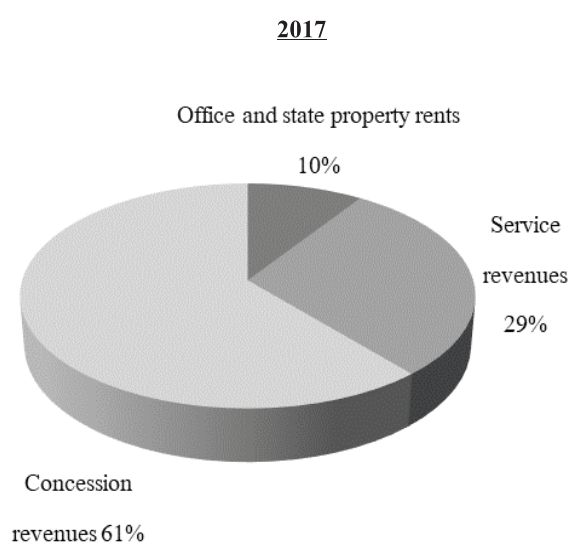
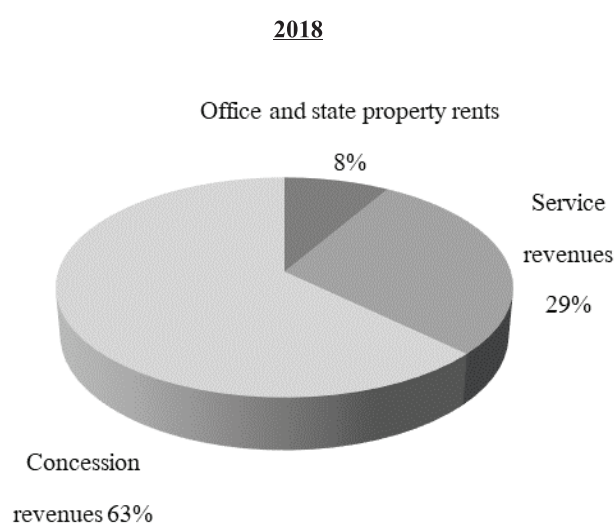
A portion of aeronautical revenue in each type in FY 2018 did not change significantly comparing to last year. The majority of aeronautical revenue was departure passenger service charges.

For the year ended September 30th, 2018, aeronautical revenue of Baht 33,986.26 million increased by Baht 3,160.85 million or 10.25% comparing to last year due to an increase in departure passenger service charges of Baht 2,565.04 million or 11.02%. This was because of an increase in the number of passengers in six airports 7.99% which mainly from an increase in passengers of low cost airlines 13.66%. Moreover, landing and parking charges and aircraft service charges increased slightly by Baht 572.05 million and Baht 23.76 million, respectively. This was because the number of flights increased by 6.24% which mainly from an increase in flights of low cost airlines 11.96%.

1.3 Non-Aeronautical Revenue

Unit: Million Baht

	2018	2017	Increase (decrease)	%YoY
Office and state property rents	2,264.96	2,264.83	0.13	0.01
Service revenues	7,575.76	7,059.20	516.56	7.32
Concession revenues	16,710.43	14,751.72	1,958.71	13.28
Total	26,551.15	24,075.75	2,475.40	10.28



A portion of non-aeronautical revenue in each type in FY 2018 did not change significantly comparing to last year. The majority of non-aeronautical revenue was concession revenues.

For the year ended September 30th, 2018, non-aeronautical revenue of Baht 26,551.15 million increased by Baht 2,475.40 million or 10.28% comparing to last year due to an increase in concession revenues of Baht 1,958.71 million or 13.28%. The main reasons were an increase in number of passengers, customers in airports including the increase in revenue sharing rate. In addition, service revenues increased by Baht 516.56 million or 7.32% which mainly from advance passenger checking service.

1.4 Other income

Unit: Million Baht

	2018	2017	Increase (decrease)	%YoY
Gain on foreign exchange	212.30	442.87	(230.57)	(52.06)
Interest income	1,021.98	1,036.14	(14.16)	(1.37)
Gain (Loss) on sales of assets	4.82	(53.31)	58.13	109.04
Others	359.42	364.10	(4.68)	(1.29)
Total	1,598.52	1,789.80	(191.28)	(10.69)

Other income for the year ended September 30th, 2018 was Baht 1,598.52 million. It decreased by Baht 191.28 million or 10.69% comparing to last year mainly from gain on foreign exchange decreased by Baht 230.57 million due to the appreciation of Thai Baht against Japanese Yen was less than last year.

1.5 Total expenses

Unit: Million Baht

	2018	2017	Increase (decrease)	%YoY
Employee benefit expenses	7,001.73	6,499.05	502.68	7.73
Utilities expenses	2,603.19	2,520.66	82.53	3.27
Outsourcing expenses	5,623.03	5,328.45	294.58	5.53
Repairs and maintenance	2,486.74	2,545.31	(58.57)	(2.30)
State property rental	3,875.62	4,099.31	(223.69)	(5.46)
Depreciation and amortisation expenses	5,641.67	5,644.51	(2.84)	(0.05)
Property tax	158.13	138.05	20.08	14.55
Loss on impairment of assets	82.13	148.70	(66.57)	(44.77)
Other expenses	2,520.16	2,387.02	133.14	5.58
Financial costs	1,016.16	1,194.93	(178.77)	(14.96)
Total	31,008.56	30,505.99	502.57	1.65

For the year ended September 30th, 2018, total expenses were Baht 31,008.56 million. It increased by Baht 502.57 million or 1.65% comparing to last year. This was mainly due to an increase in employee benefit expenses of Baht 502.68 million. Outsourcing expenses increased of Baht 294.58 million and other expenses increased of Baht 133.14 million. While state property rental decreased of Baht 223.69 million as a result of last

year AOT had recorded the additional state property rental of Suvarnabhumi Airport since 2013. Financial costs decreased by Baht 178.77 million and loss on impairment of assets decreased by Baht 66.57 million. Other categories of expenses did not change significantly comparing to last year.

2. Analysis of financial position

The financial position as at September 30th, 2018 of AOT is as follows:

Unit: Million Baht

	2018	2017	Increase (decrease)	% change
Total assets	187,708.55	178,409.93	9,298.62	5.21
Total liabilities	43,439.43	46,721.24	(3,281.81)	(7.02)
Total equity	144,269.12	131,688.69	12,580.43	9.55

The material changes in assets, liabilities and equity as at September 30th, 2018 comparing to September 30th, 2017 are as follows:

2.1 Analysis of assets

Total assets as at September 30th, 2018 were Baht 187,708.55 million. They increased by Baht 9,298.62 million or 5.21% from September 30th, 2017 as detailed below.

Unit: Million Baht

	2018	2017	Increase (decrease)	% change
Current assets	77,068.09	71,655.01	5,413.08	7.55
Investment	1,257.04	1,650.77	(393.73)	(23.85)
Property plant equipment and investment properties	104,887.28	102,260.49	2,626.79	2.57
Other non-current assets	4,496.14	2,843.66	1,652.48	58.11
Total assets	187,708.55	178,409.93	9,298.62	5.21

Current assets of Baht 77,068.09 million increased by Baht 5,413.08 million or 7.55% due to an increase in short-term investments of Baht 5,850.06 million. While cash and cash equivalents decreased of Baht 715.65 million. Trade accounts receivable, other receivables, inventories and supplies and other current assets did not change significantly comparing to last year.

Investment of Baht 1,257.04 million decreased by Baht 393.73 million or 23.85% due to a decrease in available-for-sale investments of Baht 448.68 million as a result of change in fair value.

Property plant equipment and investment properties of Baht 104,887.28 million increased by Baht 2,626.79 million or 2.57%. This was mainly from the construction contracts for aprons including midfield satellite building 1 (levels B2, B1 and G) and extension of connecting the south tunnel (structure and main system work) of Suvarnabhumi Airport.

Other non-current assets of Baht 4,496.14 million increased by Baht 1,652.48 million or 58.11% due to an increase in advance payment of Baht 1,458.49 million. The majority was advance payment of the construction contracts for midfield satellite building 1 (levels 2-4) and extension of connecting the south tunnel (sub system work) of Suvarnabhumi Airport. Moreover, deferred tax assets increased by Baht 315.70 million.

2.2 Analysis of liabilities

Total liabilities as at September 30th, 2018 were Baht 43,439.43 million. They decreased by Baht 3,281.81 million or 7.02% from September 30th, 2017 as detailed below.

Unit: Million Baht

	2018	2017	Increase (decrease)	% change
Current liabilities	23,202.73	20,728.19	2,474.54	11.94
Long-term loans	13,684.89	19,228.75	(5,543.86)	(28.83)
Other non-current liabilities	6,551.81	6,764.30	(212.49)	(3.14)
Total liabilities	43,439.43	46,721.24	(3,281.81)	(7.02)

Current liabilities of Baht 23,202.73 million increased by Baht 2,474.54 million or 11.94% due to an increase in other payables of Baht 1,592.46 million mainly from state property rental payable, work in processes payable of Baht 516.42 million and income tax payable of Baht 376.05 million. While trade accounts payable decreased of Baht 234.78 million.

Long-term loans of Baht 13,684.89 million decreased by Baht 5,543.86 million or 28.83% due to a repayment of borrowing of Baht 5,425.08 million and the effect from foreign exchange rates of Baht 636.53 million.

Other non-current liabilities of Baht 6,551.81 million decreased by Baht 212.49 million or 3.14% due to a decrease in finance leased liabilities of Baht 297.36 million.

2.3 Analysis of equity

The total equity as at September 30th, 2018 was Baht 144,269.12 million. It increased by Baht 12,580.43 million or 9.55% from total comprehensive income for the year ended September 30th, 2018 of Baht 24,865.71 million less dividend payment of Baht 12,285.28 million.

3. Analysis of equity

As at September 30th, 2018, cash and cash equivalents were Baht 8,602.10 million. They decreased by Baht 715.65 million from September 30th, 2017 as detailed below.

Unit: Million Baht

	2018
Cash flows from operating activities	33,818.12
Cash flows from investing activities	(15,607.84)
Cash flows from financing activities	(18,925.93)
Net decrease in cash and cash equivalents	(715.65)
Cash and cash equivalents at the beginning of the year	9,317.75
Cash and cash equivalents at the end of the year	8,602.10

The change in cash and cash equivalents for the year ended September 30th, 2018 can be analysed as below;

Cash generated from operating activities of Baht 33,818.12 million. It resulted from an operation of the current year.

Cash used in investing activities of Baht 15,607.84 million. It resulted from cash paid for investment in property plant and equipment of Baht 9,750.49 million. The majority was investment at the Suvarnabhumi Airport, Phuket International Airport and Hat Yai International Airport. There was net cash paid for short-term investments of Baht 5,850.06 million.

Cash used in financing activities of Baht 18,925.93 million mainly from dividend payment of Baht 12,285.28 million and repayment for long-term loans of Baht 5,468.11 million.

4. Ratio analysis

	2018	2017
Profitability ratio		
Ratio of profit from operations to revenue from operations (%)	50.73	46.97
Return on equity (ROE) (%)	18.29	16.45
Return on total assets (ROA) (%)	13.75	11.80

4. Ratio analysis (Con't)

	2018	2017
Financial structure and liability ratio		
Debt to equity ratio (Time)	0.30	0.35
Liquidity ratio (Time)	3.32	3.46

AOT has made profit continuously. This was shown by the ratio of profit from operations to revenue from operations increased by 3.76%. The return on total assets increased by 1.95%. The return on equity increased by 1.84%. For the financial structure, AOT was able to maintain its financial structure by having debt to equity ratio less than one time and liquidity ratio exceeding three times.

5. Factors affecting future operation

The situation of intense competition of aviation industry together with the increase of demand for travelling by air resulting in a development of airport services in Thailand. This requires a concrete action plan to accommodate the demand of air transportation that is expected to increase in the future especially for the development of aviation infrastructure.

AOT manages and operates the six airports in Thailand that are the key parts of Thailand's air travel infrastructure under the strategic development plan to meet the growing demand for air travel. This focusses on developing infrastructure in order to support growth in the number of flights and passengers volume in the future. As part of this ongoing process, AOT has been continuously improving and enhancing its six airports. The AOT's Board of Directors has approved the revision of the master plan of six airports. The plan accelerates the improvements of airports' ability to handle a significant increase in aircraft traffic and passenger volume. AOT has expanded the capacity of its airports in line with the Twelfth National Economic and Social Development Plan, which stipulates the strategy for advancing infrastructure and logistics, including the Ministry of Transport's 2017 Transport Infrastructure Development Strategy which describes how to enhance the competitiveness of Thailand's transport network and increase national economic growth. As a consequence of the development plan being implemented, passengers will receive good services, standard facilities and an adequate infrastructure that will result convenience to passengers and quick airport services. AOT is currently researching and developing the new business especially for air cargo transportation which is one of core mission to perform the integrated operation among six airports.

In addition, the government has a policy to promote secondary-city tourism. This policy will help to mitigate the high tourist density in primary cities. It will also facilitate a congestion of passengers at Suvarnabhumi Airport and Don Mueang International Airport. The AOT's Board of Directors has approved the plan for the airport network in Thailand by managing four regional airports of Department of Airports– Udon Thani International Airport, Sakon Nakhon Airport, Chumphon Airport and Tak Airport. The expansion of airport network system is to prepare the growth in industrial tourism in the future and to promote Thailand to be the aviation hub in Asia. This will also contribute the economic growth and increase equality in domestic income distribution at the provincial, regional and national levels.



(TRANSLATION)
AUDITOR'S REPORT

To The Shareholders of Airports of Thailand Public Company Limited

Opinion

The State Audit Office of the Kingdom of Thailand has audited the accompanying consolidated financial statements of Airports of Thailand Public Company Limited and its subsidiary (the Group) and the separate financial statements of Airports of Thailand Public Company Limited (the Company), which comprise the consolidated and separate statements of financial position as at September 30, 2018, the consolidated and separate statements of income, the consolidated and separate statements of comprehensive income, the consolidated and separate statements of changes in equity and the consolidated and separate statements of cash flows for the year then ended, and notes to the consolidated and separate financial statements, including a summary of significant accounting policies.

In the State Audit Office of the Kingdom of Thailand's opinion, the above mentioned consolidated and separate financial statements present fairly, in all material respects, the consolidated financial position of Airports of Thailand Public Company Limited and its subsidiary and separate financial position of Airports of Thailand Public Company Limited, respectively, as at September 30, 2018, and their consolidated and separate financial performance and cash flows for the year then ended in accordance with Thai Financial Reporting Standards (TFRSs).

Basis for Opinion

The State Audit Office of the Kingdom of Thailand conducted the audit in accordance with the State Audit Standards and Thai Standards on Auditing (TSAs). The State Audit Office of the Kingdom of Thailand's responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements section of the State Audit Office of the Kingdom of Thailand's report. The State Audit Office of the Kingdom of Thailand is independent of the Group and the Company in accordance with the State Audit Standards and the Code of Ethics for Professional Accountants determined by the Federation of Accounting Professions that are relevant to the State Audit Office of the Kingdom of Thailand's audit of the consolidated and separate financial statements, and the State Audit Office of the Kingdom of Thailand has fulfilled other ethical responsibilities in accordance with these standards and requirements. The State Audit Office of the Kingdom of Thailand believes that

The State Audit Office of the Kingdom of Thailand

the audit evidence the State Audit Office of the Kingdom of Thailand has obtained is sufficient and appropriate to provide a basis for the State Audit Office of the Kingdom of Thailand's opinion.

Key Audit Matter

Key audit matter is that matter that, in the State Audit Office of the Kingdom of Thailand's professional judgment, was of most significance in the audit of the consolidated and separate financial statements of the current period. This matter was addressed in the context of the State Audit Office of the Kingdom of Thailand's audit of the consolidated and separate financial statements as a whole, and in forming the State Audit Office of the Kingdom of Thailand's opinion thereon, and the State Audit Office of the Kingdom of Thailand does not provide a separate opinion on these matter.

The State Audit Office of the Kingdom of Thailand identifies the followings as key audit matter:

Concession revenues recognition

Refer to note to financial statement No. 3.3.17, the company recognised concession revenues in accordance with the period of time and commission rates specified in the contract. Concession revenues is determined to be a key audit matter because this type of revenue involves large sales transactions and the amount of that revenue is material to the financial statements. Additionally, at present, the information technology system is used to input and process data of day-to-day sales transactions and generate the output report that can be used for revenue recognition. Therefore, the State Audit Office of the Kingdom of Thailand considers this as a key audit matter.

The State Audit Office of the Kingdom of Thailand performed significant audit procedures as follows:

1. Obtained an understanding and assessed the design of key controls related to the company's revenues recognition.
2. Tested the operations of key internal controls with respect to revenue recognition including IT General Control and IT Application Control related to concession revenue recognition derived from selling in-store merchandise.
3. Tested the samples of supporting documents related to sales transactions occurring during the year and near the end of the accounting period in order to check the accuracy of revenue records according to terms and conditions of the contract, the company's accounting policies and related Financial Reporting Standards.

4. Recalculated concession revenue recognition with the contract and sales figures audited by other auditors as shown in the confirmation report of the revenue derived from selling in-store merchandise this year.
5. Performed analytical procedures by comparing revenue recognised in statements of income against budget and last year's revenue information.

Other Information

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the consolidated and separate financial statements and auditor's report thereon. The management expects that the annual report is made available to the State Audit Office of the Kingdom of Thailand after the date of this auditor's report.

The State Audit Office of the Kingdom of Thailand's opinion on the consolidated and separate financial statements does not cover the other information and the State Audit Office of the Kingdom of Thailand will not express any form of assurance conclusion thereon.

In connection with the audit of the consolidated and separate financial statements, the State Audit Office of the Kingdom of Thailand's responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated and separate financial statements or the State Audit Office of the Kingdom of Thailand's knowledge obtained in the audit, or otherwise appears to be materially misstated.

When the State Audit Office of the Kingdom of Thailand reads the annual report, if the State Audit Office of the Kingdom of Thailand concludes that there is a material misstatement therein, the State Audit Office of the Kingdom of Thailand is required to communicate the matter to those charged with governance.

Responsibilities of Management and Those Charged with Governance for the Consolidated and Separate Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated and separate financial statements in accordance with TFRSs, and for such internal control as management determines is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and separate financial statements, management is responsible for assessing the Group's and the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group and the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's and the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements

The State Audit Office of the Kingdom of Thailand's objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes the State Audit Office of the Kingdom of Thailand's opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the State Audit Standards and TSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated and separate financial statements.

As part of an audit in accordance with the State Audit Standards and TSAs, the State Audit Office of the Kingdom of Thailand exercises professional judgment and maintains professional skepticism throughout the audit. The State Audit Office of the Kingdom of Thailand also:

- Identifies and assesses the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, designs and performs audit procedures responsive to those risks, and obtains audit evidence that is sufficient and appropriate to provide a basis for the State Audit Office of the Kingdom of Thailand's opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtains an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and the Company's internal control.
- Evaluates the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Concludes on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Company's ability to continue as a going concern. If the State Audit Office of the Kingdom of Thailand concludes that a material uncertainty exists, the State Audit Office of the Kingdom of Thailand is required to draw attention in the auditor's report of the State Audit Office of the Kingdom of Thailand to the related disclosures in the consolidated and separate financial statements or, if such disclosures are inadequate, to modify the State Audit Office of the Kingdom of Thailand's opinion. The State Audit Office of the Kingdom of Thailand's conclusions are based on the audit evidence obtained up to the date of the auditor's report of the State Audit Office of the Kingdom of Thailand. However, future events or conditions may cause the Group and the Company to cease to continue as a going concern.

- Evaluates the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtains sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. The State Audit Office of the Kingdom of Thailand is responsible for the direction, supervision and performance of the group audit. The State Audit Office of the Kingdom of Thailand remains solely responsible for the State Audit Office of the Kingdom of Thailand's audit opinion.

The State Audit Office of the Kingdom of Thailand communicates with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that the State Audit Office of the Kingdom of Thailand identifies during the State Audit Office of the Kingdom of Thailand's audit.

The State Audit Office of the Kingdom of Thailand also provides those charged with governance with a statement that the State Audit Office of the Kingdom of Thailand has complied with the State Audit Standards and relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on the State Audit Office of the Kingdom of Thailand's independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, the State Audit Office of the Kingdom of Thailand determines those matters that were of most significance in the audit of the consolidated and separate financial statements of the current period and are therefore the key audit matters. The State Audit Office of the Kingdom of Thailand describes these matters in the auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, the State Audit Office of the Kingdom of Thailand determines that a matter should not be communicated in the State Audit Office of the Kingdom of Thailand's report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

(Signed) *Pattra Showsri*
 (Pattra Showsri)
 Inspector General
 Acting Deputy Auditor General

(Signed) *Narong Panusuwat*
 (Narong Panusuwat)
Director of Financial and Procurement Audit Office No.12

The State Audit Office of the Kingdom of Thailand

November 23, 2018

(TRANSLATION)
AIRPORTS OF THAILAND PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENTS OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2018

Unit : Baht

	Notes	Consolidated financial statements		Separate financial statements	
		2018	2017	2018	2017
Assets					
Current assets					
Cash and cash equivalents	7	8,602,097,052	9,317,749,917	8,541,937,498	9,308,828,800
Short-term investments	8	64,204,146,570	58,354,085,894	64,204,146,570	58,354,085,894
Trade accounts receivable	9	3,282,228,300	3,068,565,761	3,236,267,565	3,085,456,126
Other receivables	10	191,028,922	221,821,444	188,524,195	221,817,272
Inventories and supplies	11	331,389,182	277,434,865	325,510,117	270,880,891
Other current assets	12	457,201,503	415,352,653	453,267,416	397,295,036
Total current assets		77,068,091,529	71,655,010,534	76,949,653,361	71,638,364,019
Non - current assets					
Investment in bonds	13	109,978,629	55,029,634	109,978,629	55,029,634
Available-for-sale investments	14	1,072,513,530	1,521,194,898	1,072,513,530	1,521,194,898
Investments in subsidiary	15	-	-	610,668,000	610,668,000
General investments	16	74,550,000	74,550,000	74,550,000	74,550,000
Investment properties	17	8,552,868,084	8,635,055,021	8,552,868,084	8,635,055,021
Property , plant and equipment	18	96,334,410,883	93,625,438,639	95,066,422,490	92,335,875,501
Intangible assets	19	391,190,039	415,736,682	391,190,039	415,736,682
Deferred tax assets	20	935,683,860	619,988,355	935,073,889	619,485,107
Other non - current assets	21	3,169,265,789	1,807,931,609	3,168,670,015	1,807,284,001
Total non - current assets		110,640,460,814	106,754,924,838	109,981,934,676	106,074,878,844
Total assets		187,708,552,343	178,409,935,372	186,931,588,037	177,713,242,863

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

(TRANSLATION)

AIRPORTS OF THAILAND PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENTS OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2018

Unit : Baht

	Notes	Consolidated financial statements		Separate financial statements	
		2018	2017	2018	2017
Liabilities and equity					
Current liabilities					
Short - term loans from financial institution	22	-	30,000,000	-	-
Trade accounts payable	23	1,719,961,728	1,954,745,314	1,681,895,333	1,709,389,278
Work in processes payable		2,038,005,158	1,521,584,125	2,038,005,158	1,521,584,125
Other payables	24	9,351,846,391	7,759,387,566	9,324,509,967	7,777,255,310
Current portion of long - term liabilities	26,27	4,222,584,683	4,251,950,845	4,150,246,109	4,084,910,845
Income tax payable		2,389,331,701	2,013,280,444	2,378,375,176	2,002,197,090
Short - term provisions	29	326,056,779	337,790,612	326,056,779	337,790,612
Other current liabilities	25	3,154,939,176	2,859,455,691	3,098,080,859	2,802,131,791
Total current liabilities		23,202,725,616	20,728,194,597	22,997,169,381	20,235,259,051
Non - current liabilities					
Long - term loans	26	13,684,893,057	19,228,749,730	13,423,749,372	19,202,999,730
Finance leased liabilities	27	83,064,364	380,422,092	83,064,364	380,422,092
Employee benefit obligations	28	2,405,171,255	2,267,213,022	2,402,390,328	2,264,786,033
Long - term provisions	29	585,253,081	672,688,677	585,253,081	669,248,677
Other non - current liabilities	30	3,478,324,390	3,443,975,575	3,476,021,410	3,442,271,616
Total non - current liabilities		20,236,706,147	25,993,049,096	19,970,478,555	25,959,728,148
Total liabilities		43,439,431,763	46,721,243,693	42,967,647,936	46,194,987,199
Equity					
Share capital					
Authorized share capital					
14,285,700,000 ordinary shares					
of Baht 1 each		14,285,700,000	14,285,700,000	14,285,700,000	14,285,700,000
Issued and fully paid - up share capital					
14,285,700,000 ordinary shares					
of Baht 1 each	31	14,285,700,000	14,285,700,000	14,285,700,000	14,285,700,000
Premium on share capital	31	12,567,669,243	12,567,669,243	12,567,669,243	12,567,669,243
Retained earnings					
Appropriated - Legal reserve	32	1,428,570,000	1,428,570,000	1,428,570,000	1,428,570,000
Unappropriated		114,780,431,121	101,894,954,912	114,841,590,034	102,036,960,503
Other components of equity		840,410,824	1,199,355,918	840,410,824	1,199,355,918
Total equity attributable to owners of the parent		143,902,781,188	131,376,250,073	143,963,940,101	131,518,255,664
Non-controlling interests		366,339,392	312,441,606	-	-
Total equity		144,269,120,580	131,688,691,679	143,963,940,101	131,518,255,664
Total liabilities and equity		187,708,552,343	178,409,935,372	186,931,588,037	177,713,242,863

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

(Signed) Nitinai Sirismatthakarn

(Nitinai Sirismatthakarn)

President

(Signed) Somboon Noinamkham

(Somboon Noinamkham)

Senior Executive Vice President

(TRANSLATION)

AIRPORTS OF THAILAND PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENTS OF INCOME

FOR THE YEAR ENDED SEPTEMBER 30, 2018

Unit : Baht					
	Consolidated financial statements		Separate financial statements		
Notes	2018	2017	2018	2017	
Revenues from sales or services					
Landing and parking charges	7,303,653,064	6,731,607,043	7,303,653,064	6,731,607,043	
Departure passenger service charges	25,850,042,216	23,285,002,577	25,850,042,216	23,285,002,577	
Aircraft service charges	832,562,090	808,802,800	832,562,090	808,802,800	
Office and state property rents	2,264,964,496	2,264,830,018	2,285,147,056	2,285,012,578	
Service revenues	7,575,755,106	7,059,198,958	6,743,725,178	6,240,344,780	
Concession revenues	16,710,430,845	14,751,720,962	16,727,881,550	14,769,062,815	
Total revenues from sales or services	60,537,407,817	54,901,162,358	59,743,011,154	54,119,832,593	
Other income					
Gain on foreign exchange	33	212,300,995	442,874,652	212,289,242	442,870,661
Interest income		1,021,982,116	1,036,138,542	1,021,921,571	1,036,111,709
Gain (Loss) on sale of assets		4,822,963	(53,315,239)	4,680,980	(53,335,799)
Other income		359,416,892	364,099,162	271,214,681	283,619,516
Total other income		1,598,522,966	1,789,797,117	1,510,106,474	1,709,266,087
Total revenues		62,135,930,783	56,690,959,475	61,253,117,628	55,829,098,680
Expenses					
Employee benefit expenses		7,001,730,249	6,499,044,448	6,995,878,685	6,492,994,613
Utilities expenses		2,603,184,958	2,520,663,977	2,577,166,995	2,493,699,895
Outsourcing expenses		5,623,031,474	5,328,444,323	5,388,555,287	5,108,421,695
Repairs and maintenance		2,486,740,683	2,545,305,881	2,477,613,596	2,535,606,597
State property rental	34	3,875,620,345	4,099,307,206	3,875,620,345	4,099,307,206
Depreciation and amortisation expenses		5,641,672,817	5,644,512,808	5,590,661,431	5,597,234,974
Property tax	35	158,125,227	138,054,159	154,341,614	135,280,677
Loss on impairment of assets	36	82,133,656	148,704,508	82,133,656	148,704,508
Other expenses	37	2,520,160,166	2,387,017,201	2,149,281,751	2,025,862,492
Financial costs	38	1,016,164,062	1,194,932,809	1,002,658,226	1,178,039,660
Total expenses		31,008,563,637	30,505,987,320	30,293,911,586	29,815,152,317
Profit before income tax expense		31,127,367,146	26,184,972,155	30,959,206,042	26,013,946,363
Income tax expense		5,902,708,277	5,445,396,478	5,869,291,637	5,414,303,468
Profit for the year		25,224,658,869	20,739,575,677	25,089,914,405	20,599,642,895
Profit attributable to:					
Owners of the parent		25,170,761,083	20,683,602,564	25,089,914,405	20,599,642,895
Non-controlling interests		53,897,786	55,973,113	-	-
		25,224,658,869	20,739,575,677	25,089,914,405	20,599,642,895
Earnings per share					
Basic earnings per share	39	1.76	1.45	1.76	1.44

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

(Signed) Nitinai Sirismatthakarn

(Nitinai Sirismatthakarn)

President

(Signed) Somboon Noinamkham

(Somboon Noinamkham)

Senior Executive Vice President

(TRANSLATION)

AIRPORTS OF THAILAND PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENTS OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Unit : Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Profit for the year	25,224,658,869	20,739,575,677	25,089,914,405	20,599,642,895
Other comprehensive income :				
Items that will be reclassified to profit or loss in subsequent periods				
Gain (loss) on remeasuring available-for-sale investments	(448,681,368)	354,552,793	(448,681,368)	354,552,793
Income tax relating to gain (loss) from remeasuring available-for-sale investments	89,736,274	(70,910,559)	89,736,274	(70,910,559)
Total items that will be reclassified to profit or loss in subsequent periods	(358,945,094)	283,642,234	(358,945,094)	283,642,234
Items that will not be reclassified to profit or loss in subsequent periods				
Gain on remeasuring of post-employment benefit obligations	-	134,993,777	-	135,650,758
Income tax relating to gain from remeasuring of post-employment benefit obligations	-	(26,998,756)	-	(27,130,152)
Total items that will not be reclassified to profit or loss in subsequent periods	-	107,995,021	-	108,520,606
Other comprehensive income (loss) for the year - net of income tax	(358,945,094)	391,637,255	(358,945,094)	392,162,840
Total comprehensive income for the year	24,865,713,775	21,131,212,932	24,730,969,311	20,991,805,735
Total comprehensive income attributable to:				
Owners of the parent	24,811,815,989	21,075,450,053	24,730,969,311	20,991,805,735
Non-controlling interests	53,897,786	55,762,879	-	-
	<u>24,865,713,775</u>	<u>21,131,212,932</u>	<u>24,730,969,311</u>	<u>20,991,805,735</u>

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

(Signed) Nitinai Sirismatthakarn

(Nitinai Sirismatthakarn)

President

(Signed) Somboon Noinamkham

(Somboon Noinamkham)

Senior Executive Vice President

(TRANSLATION)
AIRPORTS OF THAILAND PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENTS OF CHANGES IN EQUITY
FOR THE YEAR ENDED SEPTEMBER 30, 2018
Consolidated financial statements

	Notes	Total equity attributable to owners of the parent						Non-controlling interests	Total equity	Unit : Baht
		Issued and fully paid - up share capital	Premium on share capital	Retained earnings		Other components of equity				
				Legal reserve	Unappropriated	Other comprehensive income of available-for-sale investments	Total equity attributable to owners of the parent			
Balance as at October 1, 2016		14,285,700,000	12,567,669,243	1,428,570,000	90,859,888,943	915,713,684	120,057,541,870	256,678,727	120,314,220,597	
Dividend paid	40	-	-	-	(9,756,741,850)	-	(9,756,741,850)	-	(9,756,741,850)	
Total comprehensive income for the year		-	-	-	20,791,807,819	283,642,234	21,075,450,053	55,762,879	21,131,212,932	
Balance as at September 30, 2017		14,285,700,000	12,567,669,243	1,428,570,000	101,894,954,912	1,199,355,918	131,376,250,073	312,441,606	131,688,691,679	
Balance as at October 1, 2017		14,285,700,000	12,567,669,243	1,428,570,000	101,894,954,912	1,199,355,918	131,376,250,073	312,441,606	131,688,691,679	
Dividend paid	40	-	-	-	(12,285,284,874)	-	(12,285,284,874)	-	(12,285,284,874)	
Total comprehensive income (loss) for the year		-	-	-	25,170,761,083	(358,945,094)	24,811,815,989	53,897,786	24,865,713,775	
Balance as at September 30, 2018		14,285,700,000	12,567,669,243	1,428,570,000	114,780,431,121	840,410,824	143,902,781,188	366,339,392	144,269,120,580	

Unit : Baht

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

(Signed) Nitinai Sirismatthakam
(Nitinai Sirismatthakam)

President

(Signed) Somboon Noinamkham
(Somboon Noinamkham)

Senior Executive Vice President

(TRANSLATION)
AIRPORTS OF THAILAND PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENTS OF CHANGES IN EQUITY
FOR THE YEAR ENDED SEPTEMBER 30, 2018
Separate financial statements

Unit : Baht

	Notes	Issued and fully paid - up share capital	Premium on share capital	Retained earnings		Other components of equity	Total equity
				Legal reserve	Unappropriated		
Balance as at October 1, 2016		14,285,700,000	12,567,669,243	1,428,570,000	91,085,538,852	915,713,684	120,283,191,779
Dividend paid	40	-	-	-	(9,756,741,850)	-	(9,756,741,850)
Total comprehensive income for the year		-	-	-	20,708,163,501	283,642,234	20,991,805,735
Balance as at September 30, 2017		14,285,700,000	12,567,669,243	1,428,570,000	102,036,960,503	1,199,355,918	131,518,255,664
Balance as at October 1, 2017		14,285,700,000	12,567,669,243	1,428,570,000	102,036,960,503	1,199,355,918	131,518,255,664
Dividend paid	40	-	-	-	(12,285,284,874)	-	(12,285,284,874)
Total comprehensive income (loss) for the year		-	-	-	25,089,914,405	(358,945,094)	24,730,969,311
Balance as at September 30, 2018		14,285,700,000	12,567,669,243	1,428,570,000	114,841,590,034	840,410,824	143,963,940,101

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

(Signed) Nitinai Sirismatthakarn
(Nitinai Sirismatthakarn)
President

(Signed) Somboon Noinamkham
(Somboon Noinamkham)
Senior Executive Vice President

(TRANSLATION)

AIRPORTS OF THAILAND PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENTS OF CASH FLOWS

FOR THE YEAR ENDED SEPTEMBER 30, 2018

Unit : Baht

Note	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Cash flows from operating activities				
Profit before income tax expense	31,127,367,146	26,184,972,155	30,959,206,042	26,013,946,363
Adjustment to reconcile profit before income tax expense to net cash provided by (paid from) operating activities				
Doubtful account	(6,575,656)	(126,135,875)	(6,755,336)	(125,782,445)
Allowance for damaged and obsoleted supplies	3,959,374	(4,553,287)	3,959,374	(4,553,287)
Depreciation and amortisation expenses	5,641,672,817	5,644,512,808	5,590,661,431	5,597,234,974
Income from donated assets	(255,190)	(271)	(255,190)	(271)
Loss on impairment of assets	82,133,656	148,704,508	82,133,656	148,704,508
Gain on foreign exchange	(212,178,088)	(442,771,338)	(212,178,088)	(442,771,338)
(Gain) loss on disposal of equipments	(3,540,675)	57,879,565	(3,398,696)	57,900,125
Deferred income	(2,272,990)	(2,272,990)	(2,272,990)	(2,272,990)
Provisions	4,478,613	36,367,013	7,918,613	32,927,013
Dividend income	(100,037,214)	(94,807,707)	(100,037,214)	(94,807,707)
Provision for employee benefit obligations	217,337,729	244,073,617	216,983,792	243,815,721
Interest income	(1,021,982,116)	(1,036,138,542)	(1,021,921,571)	(1,036,111,709)
Financial costs	1,016,164,062	1,194,932,809	1,002,658,226	1,178,039,660
Operating profit before changes in operating assets and liabilities	36,746,271,468	31,804,762,465	36,516,702,049	31,566,268,617
Decrease (increase) in operating assets				
Trade accounts receivable	(207,086,883)	(71,465,018)	(144,056,103)	(69,962,111)
Other receivables	(2,169,859)	3,786,460	316,083	3,761,847
Inventories and supplies	(57,913,692)	(11,810,670)	(58,588,601)	(11,985,066)
Other current assets	(41,848,849)	(30,875,720)	(55,972,380)	(34,207,601)
Other non - current assets	75,947,735	889,640	75,895,901	668,244
Increase (decrease) in operating liabilities				
Trade accounts payable	238,254,725	85,161,154	446,396,407	85,794,388
Other payables	1,696,924,957	(543,791,475)	1,651,761,303	(496,973,819)
Other current liabilities	329,272,436	266,801,954	329,738,018	256,727,665
Long - term provisions	47,675,522	-	47,675,522	-
Employee benefit obligations	(79,379,497)	(267,722,515)	(79,379,497)	(267,722,515)
Other non - current liabilities	47,879,190	15,877,096	47,705,535	16,030,296
	38,793,827,253	31,251,613,371	38,778,194,237	31,048,399,945
Interest received	1,054,955,958	961,310,828	1,054,910,028	961,283,954
Income tax paid	(6,030,661,556)	(5,110,703,742)	(5,997,011,364)	(5,090,322,235)
Net cash provided by operating activities	33,818,121,655	27,102,220,457	33,836,092,901	26,919,361,664

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

(TRANSLATION)

AIRPORTS OF THAILAND PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENTS OF CASH FLOWS

FOR THE YEAR ENDED SEPTEMBER 30, 2018

Unit : Baht

Note	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Cash flows from investing activities				
Cash received from short-term investments	62,350,000,000	60,500,000,000	62,350,000,000	60,500,000,000
Invested in short-term investments	(68,200,060,676)	(63,550,062,795)	(68,200,060,676)	(63,550,062,795)
Invested in investment in bond	(54,960,457)	-	(54,960,457)	-
Dividend received from investments	100,037,214	94,807,707	100,037,214	94,807,707
Cash received from sale of assets	8,713,505	10,655,837	8,571,449	10,635,277
Invested in investment properties	(3,133,894)	(156,503,763)	(3,133,894)	(156,503,763)
Invested in property plant and equipment	(9,750,489,688)	(5,146,106,730)	(9,722,330,379)	(5,135,774,974)
Invested in intangible assets	(57,949,226)	(176,189,967)	(57,949,226)	(176,189,967)
Net cash used in investing activities	(15,607,843,222)	(8,423,399,711)	(15,579,825,969)	(8,413,088,515)
Cash flows from financing activities				
Cash paid for repayment of short - term loan	(150,000,000)	(130,000,000)	-	-
Cash received from promissory notes	120,000,000	130,000,000	-	-
Cash paid for repayment of finance leased liabilities	(288,607,851)	(261,633,071)	(288,607,851)	(261,580,196)
Cash paid for repayment of long - term loans	(5,468,107,559)	(3,962,334,476)	(5,393,799,818)	(3,798,394,476)
Cash received from long - term loan	215,000,000	-	-	-
Dividend paid	(12,285,284,874)	(9,756,741,850)	(12,285,284,874)	(9,756,741,850)
Interest paid	(1,068,931,014)	(1,266,622,744)	(1,055,465,691)	(1,249,738,530)
Net cash used in financing activities	(18,925,931,298)	(15,247,332,141)	(19,023,158,234)	(15,066,455,052)
Net (decrease) increase in cash and cash equivalents	(715,652,865)	3,431,488,605	(766,891,302)	3,439,818,097
Cash and cash equivalents at the beginning of the year	7	9,317,749,917	9,308,828,800	5,869,010,703
Cash and cash equivalents at the end of the year	7	8,602,097,052	8,541,937,498	9,308,828,800

Supplementary cash flow information

Increase in property plant and equipment from donation	255,190	270	255,190	270
Invested in property plant and equipment on payables	1,910,237,711	1,941,479,883	1,908,515,503	1,941,013,547
Invested in equipment under financial leases liabilities	234,843,305	84,397,317	234,843,305	84,397,317

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

(Signed) Nitinai Sirismatthakarn

(Nitinai Sirismatthakarn)

President

(Signed) Somboon Noinamkham

(Somboon Noinamkham)

Senior Executive Vice President



333 Cherdwutagard Road, Srikan, Don Mueang, Bangkok 10210 ,Thailand

Tel : 0 2535 1192 Fax : 0 2535 4061 E-mail : aotbia@airportthai.co.th

Registration No. 0107545000292

www.airportthai.co.th