



15 August 2008

Q2 2008 Investor Bulletin

Convergence strategy successful, supporting the Group's long term growth

- 42% Y-on-Y growth in households using multiple True products
- Q2 Group revenue and EBITDA lower due mainly to TrueMove
- TrueOnline and TrueVisions performing well
- TrueVisions continues to penetrate upcountry market
- TrueMove records soft quarter, from intense market competition and IC impact

Balance sheet

- True pays down debt Bt 2 bn in 1H08
- Net debt to EBITDA ratio falls to 3.5 times

Regulatory

- 3G plan on existing concession contract approved by CAT
- 5-year network leasing available for TrueMove after concession expires

Request for additional information should be directed to :

Noppadol Dej-Udom
Chief Financial Officer
noppadol_dej@truecorp.co.th
(66) 2699-2884
(66) 2643-0056

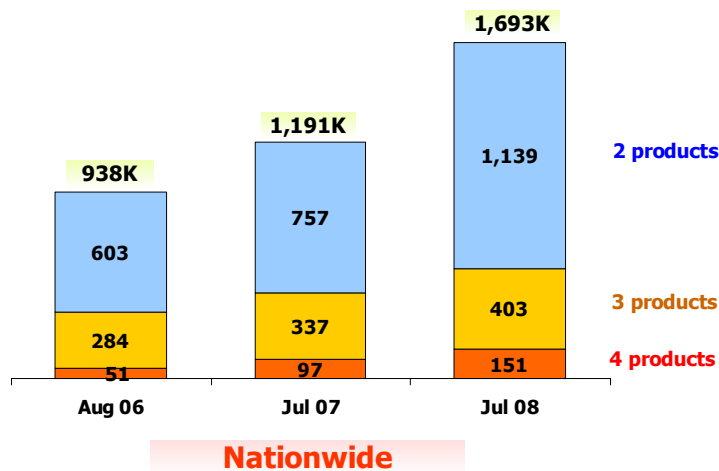
Pishnu Suntharanund
Director of Treasury and
Investor Relations
pishnu_sun@truecorp.co.th
(66) 2699-1999,
(66) 2643-1642

Investor Relations Office
ir_office@truecorp.co.th
(66) 2699-2515,
(66) 2643-8917

18 True Tower
Ratchadapisek Road,
Huai Khwang, Bangkok,
Thailand 10310

Investor Relations Website
<http://www.truecorp.co.th>

Convergence Index



2 Summary

3 Segment Results

3 Key Financials

6 Financial Statements & Statistics



SUMMARY

TRUE POSTS SOFT QUARTERLY RESULTS BUT STRONG Y-ON-Y GROWTH IN CONVERGENCE UPTAKE SECOND HALF IMPROVEMENT EXPECTED

- TrueMove records soft quarter due to intense market competition and IC impact
- TrueVisions enjoys strong Y-on-Y growth with mass market success
- TrueOnline performs well with steady Broadband growth
- Q2 Group revenue and EBITDA lower due mainly to mobile business
- Convergence success: 42% Y-on-Y growth in multiple True product households

True Corporation PLC (SET: TRUE) posted soft Q2 quarterly results although convergence uptake was strong and a second-half improvement is expected. Quarterly group revenue and EBITDA were lower due to a decline in TrueMove performance. TrueOnline and TrueVisions performed well while the success of True's convergence strategy promises ongoing benefits in the medium and long term – subscribers to multiple True products jumped 42% Y-on-Y.

Consolidated service revenue (excluding interconnection charges or IC) fell 2.1% Y-on-Y and 5.0% Q-on-Q to Bt 12.7 bn in Q208. EBITDA stood at Bt 4.3 bn, down 15% Y-on-Y and 18% Q-on-Q due mainly to the lower revenue from TrueMove and greater IC impact.

Q2 Group net loss from ongoing operations was Bt 186 mn. This compared with a net gain in Q1 of Bt 232 mn and a net gain in Q207 of Bt 18 mn. Bottom-line loss was Bt 3.5 bn, which included an unrealized foreign exchange loss of Bt 2.5 bn.

Following intense market competition TrueMove service revenue, excluding IC, was down 9% Q-on-Q and 7.5% Y-o-Y to Bt 5.5 bn. EBITDA also fell over both periods (33% Q-on-Q and 40% Y-on-Y) with higher IC impact although it is expected that IC payments will fall in the future following the end of key IC loss-making promotions in May.

Non-voice continued to grow, though at a slower pace with a 1.3% increase in revenue Q-on-Q and 2.3% Y-on-Y.

"Despite a disappointing quarter for our mobile business I am confident that TrueMove will perform better in the second half," said **True President and CEO Suphachai Chearavanont**.

"I believe that this quarterly downturn is temporary for TrueMove and that we will adjust well to the more intensely competitive market conditions and the impact of the current interconnection regime. I also expect that TrueVisions and TrueOnline will continue their strong performance in the second half.

"The launch of new promotions reinforcing its value-for-money advantage will enable TrueMove to add revenue and subscribers. This will be supported by further expansion in our network and distribution channels."

TrueMove added 507,394 new subscribers in Q208 up 38% Q-on-Q giving it a total subscriber base of 13 mn. This was mainly driven by price adjustments helping boost competitiveness. Market share of net adds was up to 23% in Q208 from 17% in Q108. The stronger net adds are expected to pay off in the second half.

TrueOnline continued to perform well with service revenue and EBITDA rising 5% Y-o-Y to Bt 6.3 bn and Bt 2.5 bn, respectively. However, Q-on-Q revenue and EBITDA were softer due mainly to seasonality.

Broadband added a net 31,000 subscribers – the highest in four quarters – passing 600,000 in total due to outstanding response to the hi-speed Internet SUPER 2 offer.

Wi-Fi subscribers grew strongly to 53,455 (from 30,356 at year-end 2007) with more than 15,000 hotspots. True's Wi-Fi leadership means TrueMove is in prime position to capitalize on mobile broadband trends as Wi-Fi will provide the main means of mobile broadband access in built-up areas.

TrueVisions posted solid revenue and subscriber growth due mainly to mass market success. Service revenue increased 11.9% Y-on-Y and 4.1% Q-on-Q to Bt 2.3 bn. EBITDA was up 9.6% Y-on-Y but declined 8.5% Q-on-Q to Bt 650 mn after increased marketing activities.

Net adds were slightly softer Q-on-Q at 68,000. Total subscribers rose to almost 1.2 mn while subscribers to mass market packages continued to increase. In the past two years, TrueVisions has attracted more than 500,000 subscribers, doubling its subscriber base. The proportion of upcountry subscribers has risen from 42% in 2006 to 48% in 1H08 providing greater opportunities to tap rising rural purchasing power.

Mr. Suphachai expressed his confidence that True's Online and Pay TV businesses would continue to perform well.

"TrueOnline will maintain its turnaround benefiting from Broadband and data growth as well as internet gateway cost reductions while the full launch of the '006' IDD service will boost both Online and TrueMove revenues. TrueVisions' performance will be further enhanced by advertising revenue and continued mass market growth," he said.

True's convergence strategy continued its progress. Numbers of subscribers to multiple True products grew strongly from a year ago: those using two products or more were up 42%; three products or more up 28%; and four products 56%.

"With its fully integrated products and services True is uniquely placed in the Thai market. This impressive increase highlights the progress of our convergence strategy which will deliver higher subscriber numbers for all products and stronger loyalty to our mobile services, supporting True Group's medium and long-term growth," Mr Suphachai said.

"We are furthermore pleased to have been voted Thailand's most innovative company for the second year running by The Wall Street Journal Asia. It shows that our hard work is paying off and that there is a lot of confidence in the future of our business model and convergence strategy."

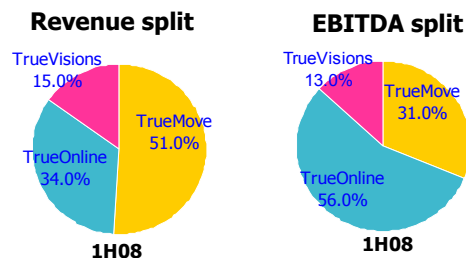
Comparing 1H08 to 1H07, significantly higher cash flow from operations saw free cash flow improve to Bt 3.3 bn, up 55% from a year ago. Despite the slowing economy, service revenue (excluding IC) grew 0.7% Y-on-Y; however EBITDA was down 7.2% over the same period.

True CFO Noppadol Dej-Udom added: "During the year's first half, True repaid debt of Bt 2 bn, reducing its net debt to EBITDA ratio to 3.5 times. True's balance sheet will continue to improve with further debt reduction."

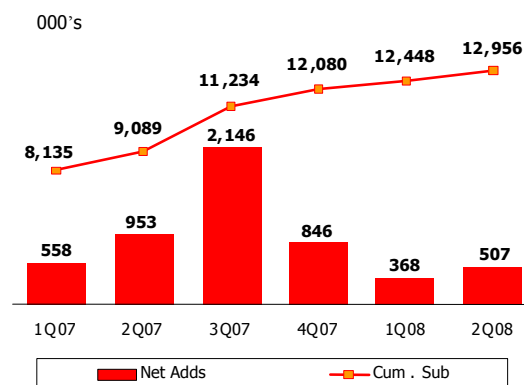
In June 2008, TrueMove received permission from CAT to use the 5MHz frequency band to operate an HSPA service under its existing concession. In addition it has been allowed to lease equipment transferred to CAT for five years following the expiry of the existing concession in 2013.

Note: In this quarterly bulletin, "True", "Company", "Affiliates" and "Subsidiaries" refer to True Corporation PLC and/or its affiliates and/or its subsidiaries.

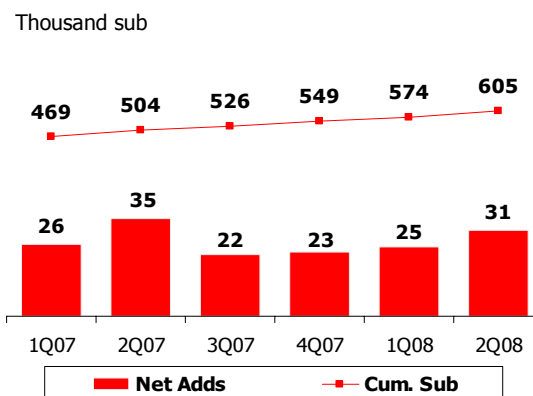
Revenue and EBITDA split



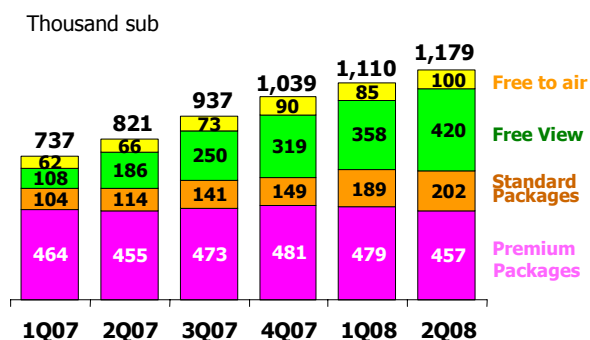
TrueMove – Net adds and Subs



Broadband subscribers



TrueVisions - subscribers



Remark :

1. Free to air including satellite disc sale+32 free-to-air channels, no commitment to True Move (mostly from sale in the past)
2. Free view including satellite disc sale +32 free-to-air channels +7 TrueVisions' channels, with commitment to True Move
3. Standard packages including Knowledge and prepaid EPL
4. Premium packages including Platinum, Gold and Silver

Q2 Consolidated Performance

- Q2 consolidated revenue and EBITDA were lower, Q-on-Q and Y-on-Y due mainly to TrueMove's revenue decline and higher net IC payment. TrueVisions and TrueOnline performed well Y-on-Y, although their results (EBITDA) were softer Q-on-Q due mainly to seasonality.
- Despite the soft economic situation, we have continued to advance our convergence strategy, supporting the Group's long term growth.
- Q-on-Q, service revenue, excluding IC, decreased 5.0% to Bt12.7 bn. Declines in TrueMove (9.3%) and TrueOnline (2.5%) were partly offset by growth in TrueVisions (4.1%) including benefits from AF5.
- Y-on-Y, service revenue, excluding IC, decreased 2.1% with growth in both TrueOnline (4.6%) and TrueVisions (11.9%) almost offsetting declines in TrueMove (7.5%).
- Including IC, consolidated service revenue decreased 5.4% Q-on-Q and 6.2% Y-on-Y to Bt 14.8 bn as IC revenue decreased 7.9% Q-on-Q and 25% Y-on-Y.
- EBITDA decreased 18.4% Q-on-Q and 15.0% Y-on-Y to Bt 4.3 bn. EBITDA margin (net IC) declined to 33.1% (from 38.5% in Q108 and 38.3% in Q207).
- Lower revenues were the major reason for the Q-on-Q decline while impact from AF5 was almost neutral. Y-on-Y, higher net IC payment was also a major factor (net IC payment of Bt 266 mn and Bt 210 mn in Q208 and Q108 respectively, a net IC gain of Bt 34 mn in Q207).
- TrueOnline and TrueVisions EBITDA continued to improve Y-on-Y, while TrueMove EBITDA decreased due partly to the impact from IC.
- Consolidated operating expenses, excluding IC, were slightly higher Q-on-Q to Bt 11.2 bn due mainly to seasonal cost increases (due mainly to more marketing activities and AF5 related costs). Y-on-Y, consolidated operating expenses, excluding IC, decreased slightly due mainly to the absence of goodwill amortization (Bt 345 mn in Q207) following the implementation of new accounting standards in Q108.
- Interest expenses increased Bt 96 mn (5.7%) Q-on-Q to Bt 1.8 bn due mainly to withholding taxes for interest payment on TrueMove bonds.
- Taxes increased to Bt 825 mn (from Bt 85 mn in Q108 and Bt 64 mn in Q207) due mainly to the absence of a one-time gain from the booking of deferred tax assets at TrueMove.
- Net income from ongoing operations, after loss attributable to minority shareholders, decreased to a loss of Bt 186 mn (following a profit of Bt 232 mn in Q108 and Bt 18 mn in Q207).
- True posted a net loss of Bt 3.5 bn after factoring in an unrealized loss of Bt 2.4 bn due to the weakening of Thai Baht against US Dollar (Bt 33.66 per USD as of June, Bt 31.62 per USD as of Mar).

1H08 consolidated performance

- True consolidated revenue, excluding IC, increased slightly despite the slowing economy. EBITDA, however, decreased due mainly to IC impact.
- Revenue and EBITDA continued to grow at TrueVisions and TrueOnline which also posted profits from ongoing operations. TrueMove results were softer due mainly to IC impact.
- Consolidated service revenue, excluding IC, increased slightly to Bt 26.0 bn. TrueVisions and TrueOnline grew strongly (10.2% and 5.6% respectively) which fully offset decline in TrueMove (2.3%).
- EBITDA, however, fell 7.2% (Bt 745 mn) to Bt 9.6 bn due mainly to impact from IC (Bt 554 mn) which reflected in softer TrueMove EBITDA in 1H08 than in 1H07. TrueVisions and TrueOnline EBITDA grew 5.0% and 6.3% respectively.
- EBITDA margin (net IC) was lower at 35.9% (from 39% in 1H07) due mainly to TrueMove results. EBITDA margin of TrueOnline was basically stable at 40.3% as it benefited from Internet gateway cost reduction.
- Consolidated operating expenses, excluding IC, decreased slightly to Bt 22.0 bn due mainly to lower depreciation and amortization expenses resulting from the absence of goodwill amortization.
- Interest expenses decreased Bt 230 mn to Bt 3.5 bn due to loan repayment.
- Income tax increased to Bt 910 mn (from a gain of Bt 238 mn in 1H07) due to deferred tax expenses at TrueMove.
- Net income from ongoing operations decreased to Bt 47 mn following the increase in income taxes. This was partially offset by lower depreciation and interest expenses.
- Bottom line loss was Bt 152 mn in 1H08, compared with a net loss of Bt 248 mn in 1H07.
- Capex during 1H08 totaled Bt 3.7 bn, including Bt 2.7 bn at TrueMove. This represented an increase of Bt 1.3 bn from 1H07, mainly at TrueOnline.
- Free Cash Flows (cash flow from operations less capex) rose 55% to Bt 3.3 bn in 1H08.
- True repaid Bt 2.0 bn in long term loans, mainly at Online.

TrueMove

- TrueMove performance was impacted by more intense market competition and higher net IC payment. It has adjusted its prices (mainly for on-net calls) to maintain competitiveness. However, usage was basically stable thus not offsetting the impact from price adjustments.
- Q2 service revenue, excluding IC, was down 9.3% Q-on-Q and 7.5% Y-on-Y. The price adjustment was the main reason for the Q-on-Q decline while lower usage was main reason for the Y-on-Y decrease.
- Non-voice revenue increased 1.3% Q-on-Q and 2.3% Y-on-Y to Bt 648 mn with its contribution to total service revenue (excluding IC) increasing to 11.8% (10.4% in FY07). The Q-on-Q increase was due mainly to content downloading revenue. The launch of a Mobile Internet package at the end of July is expected to improve non-voice revenues in 2H08.
- EBITDA was down 32.9% Q-on-Q and 40.5% Y-on-Y to Bt 1.2 bn due mainly to lower revenue but higher net IC payment (net IC payment of Bt 266 mn and Bt 210 mn in Q208 and Q108 respectively, a net IC gain of Bt 34 mn in Q207).
- EBITDA margin (net IC) was lower Q-on-Q and Y-on-Y to 20.9% from 28.2% in Q108 and 32.3% in Q207.
- Total operating expenses decreased Q-on-Q and Y-on-Y to Bt 7.7 bn due mainly to declines in revenue sharing and IC.
- IC charges decreased 5.0% Q-on-Q to Bt 2.4 bn due to lower outgoing traffic minutes, due in part to seasonality and the economic situation.
- Key promotions which caused net IC charges expired in May; thus net IC charges in 2H08 are expected to decline.
- Interest expenses (net) increased slightly Q-on-Q but lower Y-on-Y to Bt 826 mn (from Bt 768 mn in Q108 and Bt 889 mn in Q207). The Q-on-Q increase was due mainly to withholding taxes for interest payment to bond holders.
- Tax increased to Bt 535 mn (from a gain of Bt425 mn in Q1) due to an amortization of deferred tax assets and an absence of one-time gains from booking of deferred tax assets.
- Net loss from ongoing operations of Bt 1.4 bn compared with a profit of Bt 217 mn and Net 305 mn in Q108 and Q207 respectively with higher income tax expenses, net IC impact and lower revenue.
- TrueMove bottom line loss of Bt 3.2 bn increased Q-on-Q and Y-on-Y with FX loss of Bt 1.8 bn, mostly from the mark- to-market of US denominated loans/liabilities.

TrueVisions

- TrueVisions posted solid growth Y-on-Y with subscriber numbers gaining momentum due mainly to mass market success.
- Service revenue increased 11.9% Y-on-Y and 4.1% Q-on-Q, mainly attributable to increases in subscribers and higher home shopping and sponsorship revenue (partly relating to AF5)
- EBITDA increased 9.6% Y-on-Y but lower 8.5% Q-on-Q at Bt 650 mn with impact from AF5 to EBITDA being basically neutral. The Q-on-Q decline was due mainly to seasonal cost increases (more marketing activities in Q2 than in Q1).
- EBITDA margin was stable Y-on-Y but down Q-on-Q to 25.2% (from 28.2% in Q108).
- Total operating expenses increased 9.8% Y-on-Y and 5.8% Q-on-Q to Bt 2.2 bn. The Y-on-Y increase was due mainly to higher content and production cost while the Q-on-Q increase was due mainly to higher marketing activities. The increase in operating expense for both period was also partly due to AF5.
- Net profit from ongoing operations (NIOGO), however, increased to Bt 360 mn (from Bt 172 mn in Q108 and Bt 226 mn in Q207) due to lower deferred income tax from FX losses.
- TrueVisions posted a bottom line loss of Bt 40 mn attributable to FX loss of Bt 388 mn from the mark-to-market of US Dollar loans.
- Net subscriber additions of over 68,000 subscribers in Q2 were slightly softer when compared with approximately 72,000 in Q1 due to seasonality and impact from slower economy.
- Total subscriber base increased to 1,179,196. In this quarter, TrueVisions started to include free-to-air subscribers of approximately 100,000 (satellite dish sale with 32 free-to-air TrueVision channels and no monthly commitment to TrueMove), from subscribers acquired previously, plus from newly launched SSK package. The retroactive adjustment has been made for prior quarters back to Q107 for comparison purpose.
- New mass market promotion (SSK – satellite dish sale plus 32 free-to-air TrueVisions channels bundled with TrueMove with no monthly commitment) was well received by consumers capturing 30,000 in 3 months since launch.
- All mass market packages have attracted more than 500,000 subscribers in the past two years, more than doubling TrueVisions' subscriber base and creating upselling opportunities as well as greater advertising potential. In addition it has also lifted our presence upcountry where purchasing power is rising steadily. Over two years, the proportion of our subscribers upcountry has increased from 42% to 48%. Of mass market subscribers, approximately 63% are upcountry, compared with 29% of subscribers to our normal packages.
- Q208 ARPU, excluding Free View non-upsellers and free-to-air, decreased 1% Q-on-Q and 7% Y-on-Y due to dilution effect from new subscribers.
- AF5 (Thailand's most popular reality show) posted record voting (10% increase from previous season) and successfully demonstrated use of convergence applications including Touch Sim with RFID (Radio Frequency Identification).
- TrueVisions' discussion with MCOT on advertising is ongoing. Every 1% market share in TV advertising can generate advertising revenue to TrueVisions of about Bt 500–600 mn.

SEGMENT RESULTS

TrueOnline

- Despite the slower economy, Online performed better than a year ago with continued growth in Internet/Broadband.
- Revenue breakdown for TrueOnline has been restated from previous releases. See details at “Key Accounting Changes”.
- Y-on-Y, Q208 service revenue and EBITDA increased 4.6% and 4.5% to Bt 6.3 bn and Bt 2.5 bn, respectively.
- Q-on-Q revenue decreased 2.5% due mainly to declines in fixed-line telephone and its value-added services (public phone) and WE PCT services. This was partly attributable to seasonality. EBITDA decreased 9.9% due mainly to revenue decreases.
- EBITDA margin was stable Y-on-Y but lower Q-on-Q at 38.7% (42% in Q108).
- Total operating expenses increased 4.4% Q-on-Q due mainly to higher depreciation and amortization expenses relating to one-time adjustment for depreciation expense of broadband network. In addition, advertising and publicity also increased.
- Net income from ongoing operations was lower at Bt 86 mn from Bt 429 mn in Q108, but continued to improve from Q207 (a loss of Bt 64 mn).
- **Broadband** service revenue in Q2 increased 21.2% Y-on-Y and 3% Q-on-Q to Bt 1.2 bn from subscriber growth while ARPU was basically stable at Bt 702.
- Total subs base surpassed 600,000 (at 604,511) with increase in net subscriber additions: 30,800 in Q2 from 25,426 in Q1 due to strong feedback to SUPER (hi-speed) Internet 2.
- Launched in mid May with 2Mbps speed as well as unlimited Wi-Fi and a free router at Bt 890, Super hi-speed Internet 2 has taken the Thai broadband market to a new level with 2 Mbps being the standard.
- True built on its Wi-Fi leadership in collaboration with BMA on Green Bangkok Wi-Fi offering 500,000 free Wi-Fi cards along 12 main roads.
- True is market leader in Wi-Fi with more than 15,000 hot spots and more than 53,000 subscribers.
- True’s Wi-Fi leadership means TrueMove in best position to capitalize on mobile broadband trend as Wi-Fi will be main means of mobile broadband access in built-up areas, whereas WiMax and 3G could be alternatives upcountry.
- **Data service** revenue decreased 2.8% Q-on-Q to Bt 911 mn due mainly to seasonality and economic situation. Y-on-Y revenue decreased 10.1% due mainly to a one-time upward adjustment in Q207.
- Total circuits increased to 15,456 with 796 net additions in Q2, up from 684 circuits in Q1. ARPU, however, decreased 4% Q-on-Q to Bt 9,910.
- **Fixed-line** and value-added service revenue decreased 4.0% Q-on-Q and 9.9% Y-on-Y to Bt 2.5 bn. Fixed-line subscribers decreased 9,495 to 1.94 mn due mainly to continued impact from the termination of free installation promotion. Q208 ARPU decreased 1% to Bt 337.
- **WE PCT** service revenue decreased 32% Q-on-Q to Bt 140 mn. Subscriber base decreased by 4,590 to 290,017 with ARPU decline of 9.1% Q-on-Q to Bt 183.
- **IDD service (prefix 006)** was launched to True’s fixed-line subscribers in Q2. Now the service is available for both TrueMove and True fixed-line subscribers. This will be new revenue generator for True Group going forward.

TrueMoney and TrueLife

- True Money and TrueLife are key parts of True’s convergence strategy.
- True Money is a key e-commerce support to Group. E-wallet, one of key component, offers top-ups, payments and withdrawals on mobile which has more than 3 mn subscribers.
- TrueMoney launched Touch SIM, world’s first mobile payment with no need to change devices enabled by RFID (Radio Frequency Identification). Payment is made with just one touch.
- TrueLife offers digital content and access for all platform of True. Its website portal truelife.com now has more than 1.5 mn registered subs; meanwhile registered subscribers to TrueLife online games neared 12 mn.

KEY ACCOUNTING CHANGES

- Q207 and 1H07 reported financial statements have been restated from previous release to reflect accounting changes made in prior quarters regarding installation costs of the pay-TV business, minimum payment and business combinations.
- Q207 and 1H07 reported financial statements have also been normalized to include the spreading out of adjustments on capitalized interest expenses (at TrueMove) and the change in estimated useful life of assets and relating deferred income taxes
- Revenue breakdown of TrueOnline has also been restated from prior releases to reflect the exclusion of product sales and reclassification of Internet/Broadband and Data revenue, mainly relating to the transfer of Internet gateway revenue from ‘broadband’ to ‘Internet’, the transfer of revenue from some bundled packages from ‘Internet’ to ‘other’. All restated numbers for prior quarters back to Q107 appear on pages 23-24.

LIST OF FINANCIAL STATEMENTS AND STATISTICS

	Page
1. 2Q 2008 Normalized Statements of Income (Loss)	6
2. 1H 2008 Normalized Statements of Income (Loss)	7
3. 2Q 2008 Normalized Statements of Income (Loss) – TrueMove	8
4. 2Q 2008 Normalized Statements of Income (Loss) – TrueOnline	9
5. 2Q 2008 Normalized Statements of Income (Loss) – TrueVisions (UBC)	10
6. 2Q 2008 Normalized Statements of Income (Loss) by Segment	11
7. 1Q 2008 Normalized Statements of Income (Loss) by Segment	12
8. 2Q 2007 Normalized Statements of Income (Loss) by Segment	13
9. 1H 2008 Normalized Statements of Income (Loss) by Segment	14
10. 1H 2007 Normalized Statements of Income (Loss) by Segment	15
11. Statements of Income (Loss) - Reported Basis	16-17
12. Balance Sheets – Reported Basis	18-19
13. Statements of Cash Flows – Reported Basis	20
14. Normalized Revenue Profile - Before Eliminations	21
15. Normalized Revenue Profile - After Eliminations	22
16. Restated TrueOnline Revenue - Before Eliminations	23
17. Restated TrueOnline Revenue - After Eliminations	24
18. Normalized Expense Profile	25
19. Selected Financial Statistics	26
20. Selected Operating Statistics	27

Normalized Statements of Income (Loss)

	Consolidated					Company				
	2Q2008	1Q2008	2Q2007 (Restated) ^{1/}	% Change		2Q2008	1Q2008	2Q2007	% Change	
				2Q2008/ 1Q2008	2Q2008/ 2Q2007				2Q2008/ 1Q2008	2Q2008/ 2Q2007
<i>(Unaudited)</i>										
<i>(Baht in millions unless otherwise indicated)</i>										
Revenues										
Revenues from telephone and other services	14,757	15,600	15,741	(5.4)	(6.2)	3,510	3,632	3,793	(3.4)	(7.5)
- Revenue from service excluding IC	12,662	13,324	12,937	(5.0)	(2.1)	3,510	3,632	3,793	(3.4)	(7.5)
Revenues from product sales	326	339	247	(3.9)	32.3	29	96	50	(69.9)	(41.8)
Total revenues	15,084	15,940	15,987	(5.4)	(5.7)	3,539	3,727	3,843	(5.1)	(7.9)
Operating expenses										
Cost of providing services ^{2/}	10,097	10,199	10,462	(1.0)	(3.5)	1,674	1,708	1,790	(2.0)	(6.5)
Regulatory costs	1,725	1,901	1,998	(9.2)	(13.6)	537	573	601	(6.4)	(10.8)
- Access charges	-	-	-	NM	NM	-	-	-	NM	NM
Network operating expenses	6,087	6,117	6,248	(0.5)	(2.6)	606	604	660	0.5	(8.1)
- Network operating expenses excluding IC	3,725	3,632	3,479	2.6	7.1	606	604	660	0.5	(8.1)
Depreciation and amortization ^{2/}	2,285	2,180	2,216	4.8	3.1	531	531	528	(0.1)	0.4
Cost of sales	340	300	269	13.5	26.2	22	70	46	(68.6)	(52.3)
Selling and administrative expenses ^{2/}	3,084	2,846	3,269	8.3	(5.7)	975	963	921	1.3	5.9
Total operating expenses^{2/}	13,521	13,345	14,001	1.3	(3.4)	2,671	2,741	2,756	(2.6)	(3.1)
EBITDA	4,296	5,263	5,053	(18.4)	(15.0)	1,480	1,604	1,678	(7.7)	(11.8)
Total depreciation and amortization ^{2/}	(2,734)	(2,668)	(3,066)	2.4	(10.9)	(613)	(618)	(591)	(0.8)	3.6
Operating profit	1,562	2,595	1,987	(39.8)	(21.4)	868	986	1,087	(12.0)	(20.1)
Interest income	24	19	24	24.7	1.4	10	8	122	36.3	(91.6)
Interest expense ^{2/}	(1,778)	(1,682)	(1,945)	5.7	(8.6)	(646)	(654)	(737)	(1.1)	(12.4)
Tax ^{2/}	(825)	(85)	(64)	871.5	1,194.7	(139)	(95)	(192)	46.3	(27.8)
Income from continuing operations	(1,017)	847	1	NM	NM	93	245	280	(62.1)	(66.7)
Share of results in subsidiaries and associates	(2)	0	(3)	NM	43.5	-	-	-	NM	NM
(Income) loss attributable to minority interest	833	(615)	20	NM	4,094.0	-	-	-	NM	NM
Net income (loss) from continuing operations including share of results in subsidiaries	(186)	232	18	NM	NM	93	245	280	(62.1)	(66.7)
Non recurring items	(2,487)	2,506	(714)	NM	(248.4)	526	(188)	(239)	NM	NM
Foreign exchange gain (loss)	(2,485)	2,458	631	NM	NM	2	(212)	196	NM	(99.1)
Capitalized interest expense ^{2/}	-	-	66	NM	(100.0)	-	-	-	NM	NM
Adjustment for change in estimate useful life of assets ^{2/}	-	-	(1,269)	NM	100.0	-	-	(652)	NM	100.0
Adjustment for deferred tax ^{2/}	-	-	(142)	NM	100.0	-	-	195	NM	(100.0)
Other (expenses) income	(2)	48	1	NM	NM	524	23	21	2,157.7	2,400.9
Net profit (loss) to shareholders of the parent	(2,672)	2,738	(696)	NM	(284.1)	619	57	40	985.3	1,430.6
Minority interest	(833)	615	(20)	NM	(4,094.0)	-	-	-	NM	NM
Net profit (loss) for the period	(3,505)	3,353	(716)	NM	(389.8)	619	57	40	985.3	1,430.6

Remark: ^{1/} Q2 2007 reported financial statements has been restated from previous release to reflect accounting changes made in prior quarter regarding installation costs of the pay-TV business, minimum payment and business combinations.

^{2/} Q2 2007 reported financial statements has also been normalized to include the spreading out of adjustments on capitalized interest expenses (at TrueMove) and the change in estimated useful life of assets and relating deferred income taxes.

Normalized Statements of Income (Loss)

	Consolidated			Company		
	1H2008	1H2007 (Restated) ^{1/}	% Change 1H2008/ 1H2007	1H2008	1H2007	% Change 1H2008/ 1H2007
<i>(Unaudited)</i>						
<i>(Baht in millions unless otherwise indicated)</i>						
Revenues						
Revenues from telephone and other services	30,357	29,693	2.2	7,142	7,631	(6.4)
- Revenue from service excluding IC	25,985	25,816	0.7	7,142	7,631	(6.4)
Revenues from product sales	666	581	14.7	124	111	12.5
Total revenues	31,023	30,274	2.5	7,266	7,742	(6.1)
Operating expenses						
Cost of providing services ^{2/}	20,296	19,009	6.8	3,382	3,625	(6.7)
<i>Regulatory costs</i>	<i>3,626</i>	<i>4,039</i>	<i>(10.2)</i>	<i>1,110</i>	<i>1,270</i>	<i>(12.6)</i>
- Access charges	-	-	NM	-	-	NM
<i>Network operating expenses</i>	<i>12,204</i>	<i>10,665</i>	<i>14.4</i>	<i>1,210</i>	<i>1,305</i>	<i>(7.3)</i>
- Network operating expenses excluding IC	<i>7,357</i>	<i>6,867</i>	<i>7.1</i>	<i>1,210</i>	<i>1,305</i>	<i>(7.3)</i>
<i>Depreciation and amortization</i> ^{2/}	<i>4,465</i>	<i>4,305</i>	<i>3.7</i>	<i>1,061</i>	<i>1,050</i>	<i>1.1</i>
Cost of sales	640	497	28.7	92	103	(11.2)
Selling and administrative expenses ^{2/}	5,930	6,410	(7.5)	1,939	1,826	6.2
Total operating expenses ^{2/}	26,866	25,916	3.7	5,412	5,554	(2.6)
EBITDA	9,559	10,304	(7.2)	3,084	3,366	(8.4)
Total depreciation and amortization ^{2/}	(5,402)	(5,947)	(9.2)	(1,230)	(1,178)	4.4
Operating profit	4,157	4,358	(4.6)	1,854	2,188	(15.3)
Interest income	43	41	5.3	18	243	(92.7)
Interest expense ^{2/}	(3,460)	(3,690)	(6.2)	(1,300)	(1,483)	(12.4)
Tax ^{2/}	(910)	238	NM	(233)	(293)	(20.4)
Income from continuing operations	(170)	947	NM	338	654	(48.3)
Share of results in subsidiaries and associates	(2)	(8)	80.0	-	-	NM
(Income) loss attributable to minority interest	218	(34)	NM	-	-	NM
Net income (loss) from continuing operations including share of results in subsidiaries	47	905	(94.9)	338	654	(48.3)
Non recurring items	19	(1,187)	NM	337	(664)	NM
Foreign exchange gain (loss)	(26)	1,872	NM	(210)	269	NM
Capitalized interest expense ^{2/}	-	53	(100.0)	-	-	NM
Adjustment for change in estimate useful life of assets ^{2/}	-	(2,567)	100.0	-	(1,355)	100.0
Adjustment for deferred tax ^{2/}	-	(606)	100.0	-	407	(100.0)
Other (expenses) income	46	60	(23.4)	547	16	3,422.6
Net profit (loss) to shareholders of the parent	66	(282)	NM	676	(9)	NM
Minority interest	(218)	34	NM	-	-	NM
Net profit (loss) for the period	(152)	(248)	38.8	676	(9)	NM

Remark: ^{1/} 1H 2007 reported financial statements has been restated from previous release to reflect accounting changes made in prior quarter regarding installation costs of the pay-TV business, minimum payment and business combinations.

^{2/} 1H 2007 reported financial statements has also been normalized to include the spreading out of adjustments on capitalized interest expenses (at TrueMove) and the change in estimated useful life of assets and relating deferred income taxes.

Normalized Statements of Income (Loss) - TrueMove

(Unaudited) (Baht in millions unless otherwise indicated)	TrueMove (Before Eliminations)							
	2Q2008	1Q2008	2Q2007 (Restated) ^{1/}	% Change		1H2008	1H2007 (Restated) ^{1/}	% Change 1H2008/ 1H2007
				2Q2008/ 1Q2008	2Q2008/ 2Q2007			
Revenues								
Revenues from telephone and other services	7,584	8,325	8,737	(8.9)	(13.2)	15,909	15,687	1.4
- Revenue from service excluding IC	5,489	6,048	5,934	(9.3)	(7.5)	11,537	11,809	(2.3)
Revenues from product sales	151	188	202	(19.5)	(24.9)	339	490	(30.7)
Total revenues	7,736	8,513	8,939	(9.1)	(13.5)	16,248	16,176	0.4
Operating expenses								
Cost of providing services ^{2/}	6,042	6,338	6,648	(4.7)	(9.1)	12,381	11,509	7.6
Regulatory costs	1,146	1,299	1,369	(11.8)	(16.3)	2,445	2,728	(10.4)
- Access charges	-	-	-	NM	NM	-	-	NM
Network operating expenses	3,864	4,025	4,206	(4.0)	(8.1)	7,889	6,733	17.2
- Network operating expenses excluding IC	1,503	1,539	1,437	(2.3)	4.6	3,042	2,935	3.6
Depreciation and amortization ^{2/}	1,032	1,015	1,072	1.7	(3.7)	2,047	2,047	(0.0)
Cost of sales	125	166	152	(24.5)	(17.9)	291	350	(17.0)
Selling and administrative expenses ^{2/}	1,569	1,449	1,391	8.3	12.7	3,017	2,778	8.6
Total operating expenses ^{2/}	7,736	7,953	8,191	(2.7)	(5.6)	15,688	14,637	7.2
EBITDA	1,182	1,760	1,984	(32.9)	(40.5)	2,941	3,942	(25.4)
Total depreciation and amortization ^{2/}	(1,182)	(1,200)	(1,237)	(1.5)	(4.4)	(2,382)	(2,403)	(0.9)
Operating profit	(0)	560	748	NM	NM	560	1,539	(63.6)
Interest income	12	11	12	7.2	0.5	23	19	20.5
Interest expense ^{2/}	(838)	(779)	(901)	7.5	(7.1)	(1,617)	(1,604)	0.8
Tax ^{2/}	(535)	425	447	NM	NM	(110)	1,181	NM
Income from continuing operations	(1,361)	217	305	NM	NM	(1,144)	1,134	NM
Share of results in subsidiaries and associates	-	-	-	NM	NM	-	-	NM
(Income) loss attributable to minority interest	-	0	-	(100.0)	NM	0	-	NM
Net income (loss) from continuing operations including share of results in subsidiaries	(1,361)	217	305	NM	NM	(1,144)	1,134	NM
Non recurring items	(1,795)	2,085	(435)	NM	(312.7)	290	(734)	NM
Foreign exchange gain (loss)	(1,779)	1,989	301	NM	NM	209	1,114	(81.2)
Capitalized interest expense ^{2/}	-	-	66	NM	(100.0)	-	53	(100.0)
Adjustment for change in estimate useful life of assets ^{2/}	-	-	(388)	NM	100.0	-	(760)	100.0
Adjustment for deferred tax ^{2/}	-	-	(407)	NM	100.0	-	(1,148)	100.0
Other (expenses) income	(16)	96	(8)	NM	(107.0)	80	7	993.7
Net profit (loss) to shareholders of the parent	(3,157)	2,302	(130)	NM	(2,324.4)	(855)	400	NM
Minority interest	-	(0)	-	100.0	NM	(0)	-	NM
Net profit (loss) for the period	(3,157)	2,302	(130)	NM	(2,324.4)	(855)	400	NM

Remark: ^{1/} Q2 2007 and 1H 2007 reported financial statements have been restated from previous release to reflect accounting changes made in prior quarter regarding installation costs of the pay-TV business, minimum payment and business combinations.

^{2/} Q2 2007 and 1H 2007 reported financial statements have also been normalized to include the spreading out of adjustments on capitalized interest expenses (at TrueMove) and the change in estimated useful life of assets and relating deferred income taxes.

Normalized Statements of Income (Loss) - TrueOnline

(Unaudited) (Baht in millions unless otherwise indicated)	TrueOnline (Before Eliminations)							% Change 1H2008/ 1H2007
	2Q2008	1Q2008	2Q2007 (Restated) ^{1/}	% Change		1H2008	1H2007 (Restated) ^{1/}	
				2Q2008/ 1Q2008	2Q2008/ 2Q2007			
Revenues								
Revenues from telephone and other services	6,313	6,478	6,035	(2.5)	4.6	12,791	12,112	5.6
Revenues from product sales	206	193	91	7.1	127.1	399	198	101.0
Total revenues	6,519	6,671	6,126	(2.3)	6.4	13,190	12,311	7.1
Operating expenses								
Cost of providing services ^{2/}	3,601	3,486	3,392	3.3	6.2	7,087	6,696	5.8
Regulatory costs	456	479	515	(4.8)	(11.5)	935	1,082	(13.6)
Network operating expenses	2,058	2,018	1,911	2.0	7.7	4,076	3,718	9.6
Depreciation and amortization ^{2/}	1,087	989	966	9.9	12.5	2,076	1,897	9.4
Cost of sales	195	152	80	28.6	144.0	348	169	105.3
Selling and administrative expenses ^{2/}	1,525	1,458	1,393	4.6	9.5	2,983	2,696	10.6
Total operating expenses ^{2/}	5,322	5,096	4,865	4.4	9.4	10,417	9,562	8.9
EBITDA	2,521	2,798	2,412	(9.9)	4.5	5,320	5,006	6.3
Total depreciation & amortization ^{2/}	(1,323)	(1,223)	(1,150)	8.2	15.0	(2,547)	(2,257)	12.8
Operating profit	1,198	1,575	1,262	(23.9)	(5.1)	2,773	2,749	0.9
Interest income	12	8	9	52.3	24.4	19	17	11.7
Interest expense	(906)	(879)	(1,008)	3.0	(10.2)	(1,785)	(2,032)	(12.1)
Tax ^{2/}	(256)	(228)	(342)	12.3	(25.2)	(484)	(549)	(11.9)
Income from continuing operations	48	475	(80)	(90.0)	NM	523	185	181.9
Share of results in subsidiaries and associates	(4)	(2)	(3)	(105.3)	(27.6)	(6)	(8)	27.3
(Income) loss attributable to minority interest	42	(45)	19	NM	126.3	(2)	(17)	87.0
Net income (loss) from continuing operations including share of results in subsidiaries	86	429	(64)	(80.0)	NM	515	160	221.0
Non recurring items	2,283	61	(329)	3,641.7	NM	2,344	(661)	NM
Foreign exchange gain (loss)	(317)	100	261	NM	NM	(217)	510	NM
Adjustment for change in estimate useful life of assets ^{2/}	-	-	(861)	NM	100.0	-	(1,758)	100.0
Adjustment for deferred tax ^{2/}	-	-	246	NM	(100.0)	-	504	(100.0)
Other (expenses) income	2,599	(39)	24	NM	10,576.5	2,561	82	3,009.4
Net profit (loss) to shareholders of the parent	2,369	490	(393)	383.6	NM	2,858	(501)	NM
Minority interest	(42)	45	(19)	NM	(126.3)	2	17	(87.0)
Net profit (loss) for the period	2,326	534	(412)	335.3	NM	2,860	(484)	NM

Remark: ^{1/} Q2 2007 and 1H 2007 reported financial statements have been restated from previous release to reflect accounting changes made in prior quarter regarding installation costs of the pay-TV business, minimum payment and business combinations.

^{2/} Q2 2007 and 1H 2007 reported financial statements have also been normalized to include the change in estimated useful life of assets and relating deferred income taxes.

Normalized Statements of Income (Loss) - TrueVisions (UBC)

(Unaudited) (Baht in millions unless otherwise indicated)	TrueVisions (Before Eliminations)							
	2Q2008	1Q2008	2Q2007 (Restated) ^{1/}	% Change		1H2008	1H2007 (Restated) ^{1/}	% Change 1H2008/ 1H2007
				2Q2008/ 1Q2008	2Q2008/ 2Q2007			
Revenues								
Revenues from telephone and other services	2,347	2,255	2,098	4.1	11.9	4,602	4,175	10.2
Revenues from product sales	235	257	259	(8.7)	(9.1)	492	338	45.7
Total revenues	2,582	2,512	2,357	2.8	9.6	5,095	4,513	12.9
Operating expenses								
Cost of providing services ^{2/}	1,627	1,577	1,439	3.1	13.1	3,205	2,806	14.2
<i>Regulatory costs</i>	124	123	113	0.7	9.2	247	229	7.8
<i>Network operating expenses</i>	1,298	1,241	1,122	4.6	15.7	2,539	2,176	16.7
<i>Depreciation and amortization</i> ^{2/}	205	214	203	(3.9)	1.0	419	401	4.4
Cost of sales	190	211	220	(10.2)	(13.9)	401	275	45.7
Selling and administrative expenses ^{2/}	355	264	319	34.4	11.3	619	558	10.9
Total operating expenses ^{2/}	2,172	2,053	1,978	5.8	9.8	4,224	3,640	16.1
EBITDA	650	710	593	(8.5)	9.6	1,359	1,295	5.0
Total depreciation & amortization ^{2/}	(239)	(250)	(214)	(4.4)	12.0	(489)	(421)	16.1
Operating profit	411	460	379	(10.7)	8.3	870	874	(0.4)
Interest income	63	74	82	(14.3)	(22.6)	137	175	(21.7)
Interest expense	(97)	(97)	(115)	0.5	(15.7)	(194)	(224)	(13.5)
Tax ^{2/}	(19)	(267)	(118)	(92.8)	(83.6)	(287)	(304)	(5.6)
Income from continuing operations	358	170	228	110.7	56.5	527	522	1.1
Share of results in subsidiaries and associates	2	2	-	7.2	NM	4	-	NM
(Income) loss attributable to minority interest	0	0	(3)	24.0	NM	0	(3)	NM
Net income (loss) from continuing operations including share of results in subsidiaries	360	172	226	109.4	59.5	532	519	2.5
Non recurring items	(400)	370	59	NM	NM	(30)	208	NM
Foreign exchange gain (loss)	(388)	370	68	NM	NM	(19)	249	NM
Adjustment for change in estimate useful life of assets ^{2/}	-	-	(25)	NM	100.0	-	(53)	100.0
Adjustment for deferred tax ^{2/}	-	-	16	NM	(100.0)	-	16	(100.0)
Other (expenses) income	(11)	0	0	NM	NM	(11)	(3)	(230.6)
Net profit (loss) to shareholders of the parent	(40)	542	285	NM	NM	502	727	(31.0)
Minority interest	(0)	(0)	3	(24.0)	NM	(0)	3	NM
Net profit (loss) for the period	(40)	542	288	NM	NM	502	730	(31.2)

Remark: ^{1/} Q2 2007 and 1H 2007 reported financial statements have been restated from previous release to reflect accounting changes made in prior quarter regarding installation costs of the pay-TV business, minimum payment and business combinations.

^{2/} Q2 2007 and 1H 2007 reported financial statements have also been normalized to include the change in estimated useful life of assets and relating deferred income taxes.

Normalized Statements of Income (Loss) by Segment

2Q 2008 All Businesses (Before Eliminations)

(Unaudited)

(Baht in millions unless otherwise indicated)

	TrueVisions	TrueMove	TrueOnline	Eliminations	Consolidated
Revenues					
Revenues from telephone and other services	2,347	7,584	6,313	(1,487)	14,757
- Revenue from service excluding IC	2,347	5,489	6,313	(1,487)	12,662
Revenues from product sales	235	151	206	(266)	326
Total revenues	2,582	7,736	6,519	(1,754)	15,084
Operating expenses					
Cost of providing services	1,627	6,042	3,601	(1,173)	10,097
Regulatory costs	124	1,146	456	-	1,725
- Access charges	-	-	-	-	-
Network operating expenses	1,298	3,864	2,058	(1,134)	6,087
- Network operating expenses excluding IC	1,298	1,503	2,058	(1,134)	3,725
Depreciation and amortization	205	1,032	1,087	(39)	2,285
Cost of sales	190	125	195	(170)	340
Selling and administrative expenses	355	1,569	1,525	(365)	3,084
Total operating expenses	2,172	7,736	5,322	(1,708)	13,521
EBITDA	650	1,182	2,521	(56)	4,296
Total depreciation and amortization	(239)	(1,182)	(1,323)	11	(2,734)
Operating profit	411	(0)	1,198	(46)	1,562
Interest income	63	12	12	(63)	24
Interest expense	(97)	(838)	(906)	63	(1,778)
Tax	(19)	(535)	(256)	(15)	(825)
Income from continuing operations	358	(1,361)	48	(61)	(1,017)
Share of results in subsidiaries and associates	2	-	(4)	0	(2)
(Income) loss attributable to minority interest	0	-	42	790	833
Net income (loss) from continuing operations including share of results in subsidiaries	360	(1,361)	86	730	(186)
Non recurring items	(400)	(1,795)	2,283	(2,574)	(2,487)
Foreign exchange gain (loss)	(388)	(1,779)	(317)	(0)	(2,485)
Other (expenses) income	(11)	(16)	2,599	(2,574)	(2)
Net profit (loss) to shareholders of the parent	(40)	(3,157)	2,369	(1,845)	(2,672)
Minority interest	(0)	-	(42)	(790)	(833)
Net profit (loss) for the period	(40)	(3,157)	2,326	(2,635)	(3,505)

Normalized Statements of Income (Loss) by Segment

	1Q 2008 All Businesses (Before Eliminations)				
	TrueVisions	TrueMove	TrueOnline	Eliminations	Consolidated
<i>(Unaudited)</i>					
<i>(Baht in millions unless otherwise indicated)</i>					
Revenues					
Revenues from telephone and other services	2,255	8,325	6,478	(1,458)	15,600
- Revenue from service excluding IC	2,255	6,048	6,478	(1,458)	13,324
Revenues from product sales	257	188	193	(298)	339
Total revenues	2,512	8,513	6,671	(1,756)	15,940
Operating expenses					
Cost of providing services	1,577	6,338	3,486	(1,203)	10,199
<i>Regulatory costs</i>	<i>123</i>	<i>1,299</i>	<i>479</i>	<i>-</i>	<i>1,901</i>
- Access charges	-	-	-	-	-
<i>Network operating expenses</i>	<i>1,241</i>	<i>4,025</i>	<i>2,018</i>	<i>(1,165)</i>	<i>6,117</i>
- Network operating expenses excluding IC	1,241	1,539	2,018	(1,165)	3,632
<i>Depreciation and amortization</i>	<i>214</i>	<i>1,015</i>	<i>989</i>	<i>(38)</i>	<i>2,180</i>
Cost of sales	211	166	152	(229)	300
Selling and administrative expenses	264	1,449	1,458	(324)	2,846
Total operating expenses	2,053	7,953	5,096	(1,756)	13,345
EBITDA	710	1,760	2,798	(5)	5,263
Total depreciation and amortization	(250)	(1,200)	(1,223)	5	(2,668)
Operating profit	460	560	1,575	(0)	2,595
Interest income	74	11	8	(73)	19
Interest expense	(97)	(779)	(879)	73	(1,682)
Tax	(267)	425	(228)	(15)	(85)
Income from continuing operations	170	217	475	(15)	847
Share of results in subsidiaries and associates	2	-	(2)	-	0
(Income) loss attributable to minority interest	0	0	(45)	(570)	(615)
Net income (loss) from continuing operations including share of results in subsidiaries	172	217	429	(585)	232
Non recurring items	370	2,085	61	(10)	2,506
Foreign exchange gain (loss)	370	1,989	100	0	2,458
Other (expenses) income	0	96	(39)	(10)	48
Net profit (loss) to shareholders of the parent	542	2,302	490	(595)	2,738
Minority interest	(0)	(0)	45	570	615
Net profit (loss) for the period	542	2,302	534	(25)	3,353

Normalized Statements of Income (Loss) by Segment

	2Q 2007 (Restated) ^{1/} All Businesses (Before Eliminations)				
	TrueVisions	TrueMove	TrueOnline	Eliminations	Consolidated
<i>(Unaudited)</i>					
<i>(Baht in millions unless otherwise indicated)</i>					
Revenues					
Revenues from telephone and other services	2,098	8,737	6,035	(1,130)	15,741
- Revenue from service excluding IC	2,098	5,934	6,035	(1,130)	12,937
Revenues from product sales	259	202	91	(305)	247
Total revenues	2,357	8,939	6,126	(1,434)	15,987
Operating expenses					
Cost of providing services ^{2/}	1,439	6,648	3,392	(1,016)	10,462
Regulatory costs	113	1,369	515	-	1,998
- Access charges	-	-	-	-	-
Network operating expenses	1,122	4,206	1,911	(991)	6,248
- Network operating expenses excluding IC	1,122	1,437	1,911	(991)	3,479
Depreciation and amortization ^{2/}	203	1,072	966	(26)	2,216
Cost of sales	220	152	80	(183)	269
Selling and administrative expenses ^{2/}	319	1,391	1,393	167	3,269
Total operating expenses ^{2/}	1,978	8,191	4,865	(1,033)	14,001
EBITDA	593	1,984	2,412	64	5,053
Total depreciation and amortization ^{2/}	(214)	(1,237)	(1,150)	(466)	(3,066)
Operating profit	379	748	1,262	(402)	1,987
Interest income	82	12	9	(79)	24
Interest expense ^{2/}	(115)	(901)	(1,008)	79	(1,945)
Tax ^{2/}	(118)	447	(342)	(50)	(64)
Income from continuing operations	228	305	(80)	(452)	1
Share of results in subsidiaries and associates	-	-	(3)	(0)	(3)
(Income) loss attributable to minority interest	(3)	-	19	4	20
Net income (loss) from continuing operations including share of results in subsidiaries	226	305	(64)	(448)	18
Non recurring items	59	(435)	(329)	(9)	(714)
Foreign exchange gain (loss)	68	301	261	0	631
Capitalized interest expense ^{2/}	-	66	-	-	66
Adjustment for change in estimate useful life of assets ^{2/}	(25)	(388)	(861)	5	(1,269)
Adjustment for deferred tax ^{2/}	16	(407)	246	2	(142)
Other (expenses) income	0	(8)	24	(16)	1
Net profit (loss) to shareholders of the parent	285	(130)	(393)	(457)	(696)
Minority interest	3	-	(19)	(4)	(20)
Net profit (loss) for the period	288	(130)	(412)	(461)	(716)

Remark: ^{1/} Q2 2007 reported financial statements has been restated from previous release to reflect accounting changes made in prior quarter regarding installation costs of the pay-TV business, minimum payment and business combinations.

^{2/} Q2 2007 reported financial statements has also been normalized to include the spreading out of adjustments on capitalized interest expenses (at TrueMove) and the change in estimated useful life of assets and relating deferred income taxes.

Normalized Statements of Income (Loss) by Segment

	1H 2008 All Businesses (Before Eliminations)				
	TrueVisions	TrueMove	TrueOnline	Eliminations	Consolidated
<i>(Unaudited)</i>					
<i>(Baht in millions unless otherwise indicated)</i>					
Revenues					
Revenues from telephone and other services	4,602	15,909	12,791	(2,945)	30,357
- Revenue from service excluding IC	4,602	11,537	12,791	(2,945)	25,985
Revenues from product sales	492	339	399	(565)	666
Total revenues	5,095	16,248	13,190	(3,510)	31,023
Operating expenses					
Cost of providing services	3,205	12,381	7,087	(2,376)	20,296
<i>Regulatory costs</i>	<i>247</i>	<i>2,445</i>	<i>935</i>	<i>-</i>	<i>3,626</i>
- Access charges	-	-	-	-	-
<i>Network operating expenses</i>	<i>2,539</i>	<i>7,889</i>	<i>4,076</i>	<i>(2,300)</i>	<i>12,204</i>
- Network operating expenses excluding IC	2,539	3,042	4,076	(2,300)	7,357
<i>Depreciation and amortization</i>	<i>419</i>	<i>2,047</i>	<i>2,076</i>	<i>(77)</i>	<i>4,465</i>
Cost of sales	401	291	348	(399)	640
Selling and administrative expenses	619	3,017	2,983	(689)	5,930
Total operating expenses	4,224	15,688	10,417	(3,464)	26,866
EBITDA	1,359	2,941	5,320	(61)	9,559
Total depreciation and amortization	(489)	(2,382)	(2,547)	15	(5,402)
Operating profit	870	560	2,773	(46)	4,157
Interest income	137	23	19	(136)	43
Interest expense	(194)	(1,617)	(1,785)	136	(3,460)
Tax	(287)	(110)	(484)	(30)	(910)
Income from continuing operations	527	(1,144)	523	(76)	(170)
Share of results in subsidiaries and associates	4	-	(6)	0	(2)
(Income) loss attributable to minority interest	0	0	(2)	220	218
Net income (loss) from continuing operations including share of results in subsidiaries	532	(1,144)	515	144	47
Non recurring items	(30)	290	2,344	(2,584)	19
Foreign exchange gain (loss)	(19)	209	(217)	-	(26)
Other (expenses) income	(11)	80	2,561	(2,584)	46
Net profit (loss) to shareholders of the parent	502	(855)	2,858	(2,440)	66
Minority interest	(0)	(0)	2	(220)	(218)
Net profit (loss) for the period	502	(855)	2,860	(2,660)	(152)

Normalized Statements of Income (Loss) by Segment

	1H 2007 (Restated) ^{1/} All Businesses (Before Eliminations)				
	TrueVisions	TrueMove	TrueOnline	Eliminations	Consolidated
<i>(Unaudited)</i>					
<i>(Baht in millions unless otherwise indicated)</i>					
Revenues					
Revenues from telephone and other services	4,175	15,687	12,112	(2,281)	29,693
- Revenue from service excluding IC	4,175	11,809	12,112	(2,281)	25,816
Revenues from product sales	338	490	198	(445)	581
Total revenues	4,513	16,176	12,311	(2,727)	30,274
Operating expenses					
Cost of providing services ^{2/}	2,806	11,509	6,696	(2,003)	19,009
Regulatory costs	229	2,728	1,082	-	4,039
- Access charges	-	-	-	-	-
Network operating expenses	2,176	6,733	3,718	(1,962)	10,665
- Network operating expenses excluding IC	2,176	2,935	3,718	(1,962)	6,867
Depreciation and amortization ^{2/}	401	2,047	1,897	(41)	4,305
Cost of sales	275	350	169	(297)	497
Selling and administrative expenses ^{2/}	558	2,778	2,696	378	6,410
Total operating expenses ^{2/}	3,640	14,637	9,562	(1,922)	25,916
EBITDA	1,295	3,942	5,006	61	10,304
Total depreciation and amortization ^{2/}	(421)	(2,403)	(2,257)	(866)	(5,947)
Operating profit	874	1,539	2,749	(805)	4,358
Interest income	175	19	17	(170)	41
Interest expense ^{2/}	(224)	(1,604)	(2,032)	170	(3,690)
Tax ^{2/}	(304)	1,181	(549)	(90)	238
Income from continuing operations	522	1,134	185	(894)	947
Share of results in subsidiaries and associates	-	-	(8)	(0)	(8)
(Income) loss attributable to minority interest	(3)	-	(17)	(14)	(34)
Net income (loss) from continuing operations including share of results in subsidiaries	519	1,134	160	(908)	905
Non recurring items	208	(734)	(661)	(0)	(1,187)
Foreign exchange gain (loss)	249	1,114	510	-	1,872
Capitalized interest expense ^{2/}	-	53	-	-	53
Adjustment for change in estimate useful life of assets ^{2/}	(53)	(760)	(1,758)	4	(2,567)
Adjustment for deferred tax ^{2/}	16	(1,148)	504	22	(606)
Other (expenses) income	(3)	7	82	(27)	60
Net profit (loss) to shareholders of the parent	727	400	(501)	(909)	(282)
Minority interest	3	-	17	14	34
Net profit (loss) for the period	730	400	(484)	(895)	(248)

Remark: ^{1/} 1H 2007 reported financial statements has been restated from previous release to reflect accounting changes made in prior quarter regarding installation costs of the pay-TV business, minimum payment and business combinations.

^{2/} 1H 2007 reported financial statements has also been normalized to include the spreading out of adjustments on capitalized interest expenses (at TrueMove) and the change in estimated useful life of assets and relating deferred income taxes.

Statements of Income (Loss) - Reported Basis

	Consolidated			Company		
	2Q2008	2Q2007 (Restated)	% Change 2Q2008/ 1Q2008	2Q2008	2Q2007	% Change 2Q2008/ 1Q2008
<i>(Unaudited)</i>						
<i>(Baht in millions unless otherwise indicated)</i>						
Revenues						
Revenues from telephone and other services	14,757	15,741	(6.2)	3,510	3,793	(7.5)
Revenues from product sales	326	247	32.3	29	50	(41.8)
Total revenues	15,084	15,987	(5.7)	3,539	3,843	(7.9)
Costs						
Cost of providing services	10,097	11,685	(13.6)	1,674	2,430	(31.1)
Cost of sales	340	269	26.2	22	46	(52.3)
Total costs	10,438	11,954	(12.7)	1,696	2,475	(31.5)
Gross profit	4,646	4,033	15.2	1,843	1,367	34.8
Selling and administrative expenses	3,084	3,315	(7.0)	975	933	4.6
Profit from sales and providing services	1,562	718	117.7	868	435	99.5
Other revenues	74	68	10.1	534	28	1,826.3
Other expenses	(76)	(67)	14.5	(10)	(7)	46.4
Operating results	1,560	718	117.2	1,391	456	205.2
Share of results in subsidiaries, joint ventures and associates	(2)	(3)	43.5	-	-	NM
Profit before interest and tax	1,559	715	117.9	1,391	456	205.2
Interest income	24	24	1.4	10	122	91.6
Interest expense	(1,778)	(1,880)	(5.4)	(646)	(737)	(12.4)
Foreign exchange gain (loss)	(2,485)	631	NM	2	196	(99.1)
Profit (loss) before income tax	(2,680)	(510)	(425.8)	757	37	1,943.0
Income tax (expense) income	(825)	(206)	300.6	(139)	3	NM
Net profit (loss) for the period	(3,505)	(716)	(389.8)	619	40	1,430.6
Attributable to:						
Shareholders of the parent	(2,672)	(696)	(284.1)	619	40	1,430.6
Minority interest	(833)	(20)	(4,094.0)	-	-	NM
Net profit (loss) for the period	(3,505)	(716)	(389.8)	619	40	1,430.6
Basic and diluted earnings (loss) per share for profit attributable to the shareholders of the parent						
- Basic	(0.70)	(0.23)		0.16	(0.04)	
- Diluted	-	-		0.13	-	

Statements of Income (Loss) - Reported Basis

	Consolidated			Company		
	1H2008	1H2007 (Restated)	% Change 1H2008/ 1H2007	1H2008	1H2007	% Change 1H2008/ 1H2007
<i>(Unaudited)</i>						
<i>(Baht in millions unless otherwise indicated)</i>						
Revenues						
Revenues from telephone and other services	30,357	29,693	2.2	7,142	7,631	(6.4)
Revenues from product sales	666	581	14.7	124	111	12.5
Total revenues	31,023	30,274	2.5	7,266	7,742	(6.1)
Costs						
Cost of providing services	20,296	21,489	(5.6)	3,382	4,956	(31.8)
Cost of sales	640	497	28.7	92	103	(11.2)
Total costs	20,936	21,986	(4.8)	3,473	5,060	(31.4)
Gross profit	10,087	8,288	21.7	3,792	2,682	41.4
Selling and administrative expenses	5,930	6,497	(8.7)	1,939	1,850	4.8
Profit from sales and providing services	4,157	1,791	132.1	1,854	832	122.7
Other revenues	269	177	52.1	563	49	1,058.9
Other expenses	(223)	(117)	90.7	(16)	(33)	(51.9)
Operating results	4,203	1,851	127.1	2,401	848	183.2
Share of results in subsidiaries, joint ventures and associates	(2)	(8)	80.0	-	-	NM
Profit before interest and tax	4,201	1,842	128.0	2,401	848	183.2
Interest income	43	41	5.3	18	243	92.7
Interest expense	(3,460)	(3,636)	(4.9)	(1,300)	(1,483)	(12.4)
Foreign exchange gain (loss)	(26)	1,872	NM	(210)	269	NM
Profit (loss) before income tax	758	119	535.5	909	(123)	NM
Income tax	(910)	(368)	147.6	(233)	113	NM
Net profit (loss) for the period	(152)	(248)	38.8	676	(9)	NM
Attributable to:						
Shareholders of the parent	66	(282)	NM	676	(9)	NM
Minority interest	(218)	34	NM	-	-	NM
Net profit (loss) for the period	(152)	(248)	38.8	676	(9)	NM
Basic and diluted earnings (loss) per share for profit attributable to the shareholders of the parent						
- Basic	(0.03)	(0.17)		0.13	(0.09)	
- Diluted	-	-		0.11	-	

Balance Sheets - Reported Basis

	Consolidated			Company		
	(Unaudited) 30 June 2008	(Restated) (Audited) 31 December 2007	Baht Change	(Unaudited) 30 June 2008	(Audited) 31 December 2007	Baht Change
<i>(Baht in millions unless otherwise indicated)</i>						
Assets						
Current assets						
Cash and cash equivalents	5,474	5,019	454	218	439	(221)
Restricted cash	1,328	1,445	(117)	567	733	(166)
Short-term investments	297	420	(123)	-	150	(150)
Trade accounts receivable, net	8,993	12,685	(3,692)	5,294	5,026	268
Loan to related parties, net	29	29	(0)	550	387	163
Inventories, net	871	893	(22)	113	172	(60)
Income tax deducted at source	2,719	2,218	501	1,388	1,205	184
Claimable value added tax	454	673	(220)	3	3	-
Other current assets	2,028	2,027	1	263	239	24
Total current assets	22,191	25,409	(3,218)	8,397	8,355	42
Non-current assets						
Investments:						
- Investments in subsidiaries, joint ventures and associates	62	18	44	18,613	18,579	34
- Other long-term investments	293	230	63	241	178	63
- Investment property	57	57	-	-	-	-
Property, plant and equipment, net	72,185	74,683	(2,498)	16,825	17,634	(809)
Goodwill	12,381	12,381	-	-	-	-
Intangible assets, net	3,443	3,534	(92)	882	968	(85)
Deferred income tax assets	8,415	8,955	(540)	6,070	6,349	(279)
Other non-current assets	508	487	21	308	246	62
Total non-current assets	97,344	100,345	(3,001)	42,939	43,953	(1,014)
Total assets	119,535	125,754	(6,219)	51,336	52,308	(972)

Balance Sheets - Reported Basis

	Consolidated			Company		
	(Unaudited) 30 June 2008	(Restated) (Audited) 31 Mar 2008	Baht Change	(Unaudited) 30 June 2008	(Audited) 31 Mar 2008	Baht Change
<i>(Baht in millions unless otherwise indicated)</i>						
Liabilities and shareholders' equity						
Current liabilities						
Short-term borrowings	950	1,451	(501)	800	1,300	(500)
Trade accounts payable	7,546	12,978	(5,432)	902	909	(7)
Current portion of long-term borrowings	6,877	5,555	1,323	3,253	2,501	752
Unearned income	2,709	2,614	95	81	75	5
Accrued expenses	9,073	6,894	2,179	1,033	1,156	(123)
Income tax payable	550	589	(40)	-	-	-
Other current liabilities	2,072	2,865	(792)	749	1,073	(324)
Total current liabilities	29,776	32,946	(3,169)	6,819	7,015	(196)
Non-current liabilities						
Long-term borrowings from a subsidiary	-	-	-	2,611	2,533	79
Long-term borrowings	73,379	76,231	(2,852)	32,322	33,820	(1,499)
Deferred income tax liabilities	1,519	1,598	(79)	1,102	1,148	(46)
Long-term trade account payable	-	90	(90)	-	-	-
Liabilities under concession agreements	2,674	2,835	(161)	-	-	-
Other non-current liabilities	2,333	2,004	329	280	267	14
Total non-current liabilities	79,905	82,757	(2,853)	36,316	37,768	(1,452)
Total liabilities	109,681	115,703	(6,022)	43,135	44,782	(1,648)
Shareholders' equity						
Share capital						
Authorised share capital						
Preferred shares	6,993	6,993	(0)	6,993	6,993	(0)
Common shares	53,451	40,522	12,929	53,451	40,522	12,929
Issued and fully paid-up share capital						
Preferred shares	6,993	6,993	(0)	6,993	6,993	(0)
Common shares	38,038	38,038	0	38,038	38,038	0
Premium on share capital						
Common shares	11,432	11,432	-	11,432	11,432	-
Discount on share Capital						
Preferred shares	(1,493)	(1,493)	0	(1,493)	(1,493)	0
Common shares	(3,989)	(3,989)	(0)	(3,989)	(3,989)	(0)
Share surplus	1,826	1,826	-	-	-	-
Foreign currency translation adjustment	104	104	-	-	-	-
Retained earnings (deficit)						
Appropriated - legal reserve	35	35	-	35	35	-
Deficit	(44,850)	(44,916)	66	(42,815)	(43,491)	676
Total parent's shareholders' equity	8,097	8,031	66	8,202	7,526	676
Minority interests in subsidiaries	1,756	2,020	(263)	-	-	-
Total shareholders' equity	9,853	10,051	(197)	8,202	7,526	676
Total liabilities and shareholders' equity	119,535	125,754	(6,219)	51,336	52,308	(972)

Statements of Cash Flows - Reported Basis

	Consolidated			Company		
	30 Jun 2008	30 Jun 2007	Baht Change	30 Jun 2008	30 Jun 2007	Baht Change
<i>(Unaudited)</i>						
<i>(Baht in millions unless otherwise indicated)</i>						
Cash flows from operating activities	6,960	4,502	2,458	1,018	1,403	(385)
Cash flows from investing activities						
Withdrawal (deposit) in restricted cash	117	(3,535)	3,653	166	(3,504)	3,670
Withdrawal (deposit) from short-term investments - time depo:	158	201	(43)	150	200	(50)
Loans made to subsidiary and joint venture	(3)	(1)	(2)	(300)	(67)	(233)
Acquisitions of subsidiaries and joint venture, net of cash acqu	-	(0)	0	-	-	-
Acquisition of property, plant and equipment	(3,559)	(2,249)	(1,310)	(257)	(268)	11
Acquisition of intangible assets	(107)	(125)	19	(8)	(12)	4
Proceeds from loan to subsidiary and joint venture	3	12	(9)	137	-	137
Proceeds from disposals of available-for-sale securities	-	2	(2)	-	-	-
Acquisition of investment in subsidiaries	-	-	-	-	-	-
Acquisition of investments in associate	(46)	(71)	25	(34)	(178)	144
Acquisition of investments in other company	(63)	(63)	-	(63)	(63)	-
Proceeds from disposals of property, plant and equipment	216	201	15	3	24	(21)
Dividends received	-	-	-	517	-	517
Net cash (used in) received from investing activities	(3,283)	(5,629)	2,346	310	(3,867)	4,178
Cash flows from financing activities						
Issues of common shares	-	1	(1)	-	1	(1)
Proceeds from short-term borrowings	800	2,350	(1,550)	800	1,850	(1,050)
Additional investments in subsidiary by minority	0	-	0	-	-	-
Dividend paid to minority	(44)	-	(44)	-	-	-
Minority interest's portion on liquidation of subsidiaries	(2)	-	(2)	-	-	-
Proceeds from borrowings, net of cash paid for debt issuance c	25	4,029	(4,004)	-	3,978	(3,978)
Repayments on short-term borrowings	(1,301)	(828)	(474)	(1,300)	(626)	(674)
Repayments on long-term borrowings	(2,701)	(4,482)	(1,781)	(1,050)	(2,877)	(1,827)
Net cash (used in) received from financing activities	(3,223)	1,070	(4,293)	(1,550)	2,326	3,876
Net (decrease) increase in cash and cash equivalents	454	(56)	(511)	(221)	(138)	(83)
Opening balance	5,019	3,924	1,096	439	450	(11)
Effects of exchange rate changes	0	6	(6)	-	-	-
Closing balance	5,474	3,874	1,600	218	312	(94)

Non-cash transaction

The significant non-cash transactions are as follows:

- The acquisition of property, plant and equipment using finance leases and accounts payable for the six-month ended 30 June 2008 amounting to Baht 863.99 million (2007: Baht 739.44 million) and Baht 150.34 million (2007: Baht 2,104.88 million), respectively.

Normalized Revenue Profile

	Consolidated (Before Eliminations)							
	2Q2008	1Q2008	2Q2007	% Change		1H2008	1H2007	% Change
				2Q2008/ 1Q2008	2Q2008/ 2Q2007			1H2008/ 1H2007
<i>(Baht in millions unless otherwise indicated)</i>								
TrueVisions	2,582	2,512	2,357	2.8	9.6	5,095	4,513	12.9
- Service revenue	2,347	2,255	2,098	4.1	11.9	4,602	4,175	10.2
- Product sales	235	257	259	(8.7)	(9.1)	492	338	45.7
Intersegment elimination	(281)	(256)	(259)	10.1	8.5	(537)	(319)	68.4
TrueVisions after elimination	2,301	2,257	2,097	1.9	9.7	4,558	4,194	8.7
True Move	7,736	8,513	8,939	(9.1)	(13.5)	16,248	16,176	0.4
- Service revenue	7,584	8,325	8,737	(8.9)	(13.2)	15,909	15,687	1.4
- Product sales	151	188	202	(19.5)	(24.9)	339	490	(30.7)
Intersegment elimination	(267)	(279)	(183)	(4.2)	46.0	(546)	(437)	24.9
True Move after elimination	7,468	8,233	8,756	(9.3)	(14.7)	15,702	15,739	(0.2)
TrueOnline ^{1/}	6,519	6,671	6,126	(2.3)	6.4	13,190	12,311	7.1
- Fixed line telephone	2,509	2,612	2,783	(4.0)	(9.9)	5,121	5,817	(12.0)
- Fixed line voice	2,100	2,185	2,311	(3.9)	(9.1)	4,285	4,791	(10.6)
- VAS	408	427	472	(4.4)	(13.4)	836	1,026	(18.5)
- Public phone	171	186	204	(8.1)	(16.0)	357	410	(12.8)
- Fault reporting and dropwiring	118	134	153	(11.6)	(22.9)	252	384	(34.4)
- Others	119	108	115	10.8	3.8	227	232	(2.3)
- Data services	911	937	1,013	(2.8)	(10.1)	1,847	1,800	2.6
- DDN & Data network	688	711	792	(3.2)	(13.1)	1,399	1,358	3.0
- Multimedia	223	226	221	(1.3)	0.7	448	442	1.5
- Internet & Broadband	1,580	1,600	1,343	(1.2)	17.6	3,180	2,704	17.6
- Broadband	1,224	1,188	1,011	3.1	21.2	2,413	2,024	19.2
- Dial up Internet & others	356	411	333	(13.5)	6.9	767	680	12.9
- PCT	140	205	174	(31.8)	(19.5)	345	388	(11.0)
- Others	1,174	1,125	722	4.3	62.5	2,298	1,404	63.7
TrueOnline service revenue	6,313	6,478	6,035	(2.5)	4.6	12,791	12,112	5.6
TrueOnline product sales	206	193	91	7.1	127.1	399	198	101.0
Intersegment elimination	(1,205)	(1,222)	(992)	(1.4)	21.5	(2,427)	(1,970)	23.2
TrueOnline after elimination	5,314	5,449	5,134	(2.5)	3.5	10,764	10,340	4.1
Normalized consolidated revenues	16,837	17,696	17,422	(4.9)	(3.4)	34,533	33,000	4.6
Total intersegment elimination	(1,754)	(1,756)	(1,434)	(0.1)	22.3	(3,510)	(2,727)	28.7
Normalized consolidated revenues - net	15,084	15,940	15,987	(5.4)	(5.7)	31,023	30,274	2.5

Remark: ^{1/} Revenue breakdown of TrueOnline has been restated from prior release to reflect the exclusion of product sales and reclassification of Internet/Broadband and Data revenue, mainly relating to the transfer of Internet gateway revenue from 'Broadband' to 'Internet', the transfer of revenue from some bundled packages from 'Internet' to 'Other'. All restated numbers for prior quarters back to Q1 2007 appear on page 23.

Normalized Revenue Profile

	Consolidated (After Eliminations)							
	2Q2008	1Q2008	2Q2007	% Change		1H2008	1H2007	% Change 1H2008/ 1H2007
				2Q2008/ 1Q2008	2Q2008/ 2Q2007			
<i>(Baht in millions unless otherwise indicated)</i>								
TrueVisions	2,301	2,257	2,097	1.9	9.7	4,558	4,194	8.7
- Service revenue	2,250	2,238	2,069	0.5	8.8	4,488	4,121	8.9
- Product sales	51	19	28	170.9	78.6	70	73	(4.9)
True Move	7,468	8,233	8,756	(9.3)	(14.7)	15,702	15,739	(0.2)
- Service revenue	7,368	8,085	8,601	(8.9)	(14.3)	15,453	15,359	0.6
- Product sales	100	148	155	(32.4)	(35.2)	248	379	(34.6)
TrueOnline ^{1/}	5,314	5,449	5,134	(2.5)	3.5	10,764	10,340	4.1
- Fixed line telephone	2,493	2,596	2,783	(4.0)	(10.4)	5,089	5,817	(12.5)
- Fixed line voice	2,085	2,169	2,311	(3.9)	(9.8)	4,254	4,791	(11.2)
- VAS	408	427	472	(4.4)	(13.4)	836	1,026	(18.5)
- Public phone	171	186	203	(8.1)	(15.9)	357	409	(12.8)
- Fault reporting and dropwiring	118	134	153	(11.6)	(22.9)	252	384	(34.4)
- Others	119	107	115	10.9	3.8	227	232	(2.3)
- Data services	402	433	482	(7.2)	(16.6)	836	746	12.0
- DDN & Data network	392	414	470	(5.4)	(16.7)	806	722	11.5
- Multimedia	10	19	12	(45.7)	(10.9)	30	23	27.6
- Internet & Broadband	1,540	1,569	1,283	(1.9)	20.1	3,109	2,567	21.1
- Broadband	1,194	1,167	968	2.3	23.4	2,361	1,947	21.3
- Dial up Internet & others	346	403	315	(14.1)	9.9	749	620	20.7
- PCT	140	205	174	(31.8)	(19.5)	345	388	(11.0)
- Others	564	472	349	19.5	61.4	1,036	695	49.1
TrueOnline service revenue	5,139	5,277	5,071	(2.6)	1.3	10,416	10,213	2.0
TrueOnline product sales	175	173	63	1.5	176.6	348	128	171.8
Normalized consolidated revenues	15,084	15,940	15,987	(5.4)	(5.7)	31,023	30,274	2.5

Remark: ^{1/} Revenue breakdown of TrueOnline has been restated from prior release to reflect the exclusion of product sales and reclassification of Internet/Broadband and Data revenue, mainly relating to the transfer of Internet gateway revenue from 'Broadband' to 'Internet', the transfer of revenue from some bundled packages from 'Internet' to 'Other'. All restated numbers for prior quarters back to Q1 2007 appear on page 24.

Restated TrueOnline Revenue (Before Eliminations)

	TrueOnline (Before Eliminations) - Restated				
	1Q2008	4Q2007	3Q2007	2Q2007	1Q2007
<i>(Baht in millions unless otherwise indicated)</i>					
TrueOnline before elimination	6,671	6,473	6,162	6,126	6,185
- Fixed line telephone	2,612	2,662	2,487	2,783	3,034
- Fixed line voice	2,185	2,220	2,300	2,311	2,480
- VAS	427	443	187	472	554
- Public phone	186	202	202	204	206
- Fault reporting and dropwiring	134	112	(20)	153	231
- Others	108	129	5	115	117
- Data services	937	860	885	1,013	787
- DDN & Data network	711	666	660	792	566
- Multimedia	226	194	225	221	220
- Internet & Broadband	1,600	1,514	1,473	1,343	1,361
- Broadband	1,188	1,165	1,041	1,011	1,014
- Dial up Internet & others	411	349	433	333	347
- PCT	205	189	194	174	214
- Others	1,125	1,144	1,007	722	682
TrueOnline service revenue	6,478	6,369	6,047	6,035	6,077
TrueOnline product sales	193	104	116	91	108
Intersegment elimination	(1,222)	(1,261)	(1,225)	(992)	(979)
TrueOnline after elimination	5,449	5,212	4,937	5,134	5,206

Restated TrueOnline Revenue (After Eliminations)

TrueOnline (After Eliminations) - Restated

	1Q2008	4Q2007	3Q2007	2Q2007	1Q2007
<i>(Baht in millions unless otherwise indicated)</i>					
TrueOnline					
- Fixed line telephone	2,596	2,654	2,487	2,783	3,034
- Fixed line voice	2,169	2,216	2,300	2,311	2,480
- VAS	427	438	186	472	554
- Public phone	186	201	201	203	206
- Fault reporting and dropwiring	134	112	(20)	153	231
- Others	107	124	5	115	117
- Data services	433	358	357	482	264
- DDN & Data network	414	345	345	470	252
- Multimedia	19	13	12	12	12
- Internet & Broadband	1,569	1,495	1,431	1,283	1,285
- Broadband	1,167	1,084	1,079	968	979
- Dial up Internet & others	403	411	352	315	305
- PCT	205	189	194	174	214
- Others	472	430	387	349	346
TrueOnline service revenue	5,277	5,127	4,856	5,071	5,142
TrueOnline product sales	173	86	82	63	65
TrueOnline after elimination	5,449	5,212	4,937	5,134	5,206

Normalized Expense Profile

	Consolidated							
	2Q2008	1Q2008	2Q2007 (Restated) ^{1/}	% Change		1H2008	1H2007 (Restated) ^{1/}	% Change
				2Q2008/ 1Q2008	2Q2008/ 2Q2007			1H2008/ 1H2007
<i>(Baht in millions unless otherwise indicated)</i>								
Revenue sharing	1,725	1,901	1,998	(9.2)	(13.6)	3,626	4,039	(10.2)
Cost of sales	340	300	269	13.5	26.2	640	497	28.7
Interconnection charges	2,361	2,486	2,769	(5.0)	(10.2)	4,847	3,798	27.6
Core operating expenses (Core OPEX)	6,361	5,990	5,898	6.2	7.8	12,351	11,635	6.1
Total cash operating expenses	10,788	10,676	10,934	1.0	(1.3)	21,464	19,969	7.5
Depreciation and amortization	2,734	2,668	3,066	2.4	(10.9)	5,402	5,947	(9.2)
Total operating expenses	13,521	13,345	14,001	1.3	(3.4)	26,866	25,916	3.7
Core Opex as a % of total revenue	42.2%	37.6%	36.9%			39.8%	38.4%	

	Company							
	2Q2008	1Q2008	2Q2007 (Restated) ^{1/}	% Change		1H2008	1H2007 (Restated) ^{1/}	% Change
				2Q2008/ 1Q2008	2Q2008/ 2Q2007			1H2008/ 1H2007
<i>(Baht in millions unless otherwise indicated)</i>								
Revenue sharing	537	573	601	(6.4)	(10.8)	1,110	1,270	(12.6)
Cost of sales	22	70	46	(68.6)	(52.3)	92	103	(11.2)
Core operating expenses (Core OPEX)	1,500	1,480	1,517	1.3	(1.2)	2,980	3,002	(0.8)
Total cash operating expenses	2,058	2,123	2,165	(3.1)	(4.9)	4,181	4,376	(4.4)
Depreciation and amortization	613	618	591	(0.8)	3.6	1,230	1,178	4.4
Total operating expenses	2,671	2,741	2,756	(2.6)	(3.1)	5,412	5,554	(2.6)
Core Opex as a % of total revenue	42.4%	39.7%	39.5%			41.0%	38.8%	

	TrueOnline							
	2Q2008	1Q2008	2Q2007 (Restated) ^{1/}	% Change		1H2008	1H2007 (Restated) ^{1/}	% Change
				2Q2008/ 1Q2008	2Q2008/ 2Q2007			1H2008/ 1H2007
<i>(Baht in millions unless otherwise indicated)</i>								
Revenue sharing	456	479	515	(4.8)	(11.5)	935	1,082	(13.6)
Cost of sales	195	152	80	28.6	144.0	348	169	105.3
Core operating expenses (Core OPEX)	3,347	3,241	3,119	3.3	7.3	6,588	6,053	8.8
Total cash operating expenses	3,998	3,872	3,714	3.3	7.6	7,871	7,305	7.8
Depreciation and amortization	1,323	1,223	1,150	8.2	15.0	2,547	2,257	12.8
Total operating expenses	5,322	5,096	4,865	4.4	9.4	10,417	9,562	8.9
Core Opex as a % of total revenue	51.3%	48.6%	50.9%			49.9%	49.2%	

	True Move							
	2Q2008	1Q2008	2Q2007 (Restated) ^{1/}	% Change		1H2008	1H2007 (Restated) ^{1/}	% Change
				2Q2008/ 1Q2008	2Q2008/ 2Q2007			1H2008/ 1H2007
<i>(Baht in millions unless otherwise indicated)</i>								
Revenue sharing	1,146	1,299	1,369	(11.8)	(16.3)	2,445	2,728	(10.4)
Cost of sales	125	166	152	(24.5)	(17.9)	291	350	(17.0)
Interconnection charges	2,361	2,486	2,769	(5.0)	(10.2)	4,847	3,798	27.6
Core operating expenses (Core OPEX)	2,922	2,802	2,664	4.3	9.7	5,724	5,358	6.8
Total cash operating expenses	6,554	6,753	6,955	(2.9)	(5.8)	13,307	12,234	8.8
Depreciation and amortization	1,182	1,200	1,237	(1.5)	(4.4)	2,382	2,403	(0.9)
Total operating expenses	7,736	7,953	8,191	(2.7)	(5.6)	15,688	14,637	7.2
Core Opex as a % of total revenue	37.8%	32.9%	29.8%			35.2%	33.1%	

	TrueVisions							
	2Q2008	1Q2008	2Q2007 (Restated) ^{1/}	% Change		1H2008	1H2007 (Restated) ^{1/}	% Change
				2Q2008/ 1Q2008	2Q2008/ 2Q2007			1H2008/ 1H2007
<i>(Baht in millions unless otherwise indicated)</i>								
Revenue sharing	124	123	113	0.7	9.2	247	229	7.8
Cost of sales	190	211	220	(10.2)	(13.9)	401	275	45.7
Core operating expenses (Core OPEX)	1,619	1,469	1,430	10.2	13.2	3,088	2,714	13.8
Total cash operating expenses	1,933	1,803	1,764	7.2	9.6	3,735	3,218	16.1
Depreciation and amortization	239	250	214	(4.4)	12.0	489	421	16.1
Total operating expenses	2,172	2,053	1,978	5.8	9.8	4,224	3,640	16.1
Core Opex as a % of total revenue	62.7%	58.5%	60.7%			60.6%	60.1%	

Selected Financial Statistics

CONSOLIDATED KEY FINANCIAL RATIOS ^{1/ 2/}	2008			FY07	2007				FY06	2006			
	1H	2Q	1Q		4Q	3Q	2Q	1Q		4Q	3Q	2Q	1Q
Consolidated													
EBITDA margin (%)	30.8	28.5	33.0	32.0	30.1	30.1	31.6	36.8	33.2	32.8	31.2	32.4	35.6
EBITDA margin excluding product sales (%)	31.4	29.2	33.5	32.5	30.6	30.6	32.2	36.9	34.0	33.5	32.0	32.9	36.6
Operating profit margin (%)	13.4	10.4	16.3	12.4	9.0	11.8	12.4	16.6	0.2	(1.0)	(0.6)	(1.4)	3.4
EBITDA/Interest coverage ratio (Times)	2.8	2.4	3.1	2.7	2.6	2.6	2.6	3.0	2.7	2.5	2.9	2.8	3.3
Net debt/EBITDA (Times)	3.5	3.9	3.2	3.5	3.7	3.9	3.6	3.6	4.5	4.4	4.7	4.5	3.7
Net debt/Equity ratio (Times)	6.9	6.9	5.0	7.0	7.0	11.1	13.7	12.5	10.5	10.5	46.3	(138.0)	68.7
TrueOnline													
EBITDA margin (%)	40.3	38.7	42.0	38.8	36.7	37.1	39.4	41.9	40.3	34.0	38.5	43.4	45.2
EBITDA margin excluding product sales (%)	41.2	39.8	42.6	39.3	37.4	37.7	39.8	42.4	41.4	34.8	40.4	44.2	46.1
Operating profit margin (%)	21.0	18.4	23.6	19.7	16.5	17.8	20.6	24.1	5.9	(0.8)	4.0	6.7	10.2
EBITDA/Interest coverage ratio (Times)	3.0	2.8	3.2	2.5	2.5	2.4	2.4	2.5	3.2	2.4	3.0	3.4	3.9
Net debt/EBITDA (Times)	3.1	3.3	3.1	3.6	3.6	3.9	3.7	3.6	3.9	4.7	4.3	4.2	4.0
Net debt/Equity ratio (Times)	1.5	1.5	1.7	1.8	1.8	1.8	1.9	2.0	2.0	2.0	3.3	4.6	4.5
True Move													
EBITDA margin (%)	18.1	15.3	20.7	22.6	20.8	21.3	22.2	27.1	21.4	23.6	20.2	17.9	23.5
EBITDA margin excluding product sales (%)	18.2	15.2	20.9	22.6	21.0	21.3	22.1	26.9	21.0	22.6	19.3	17.6	24.1
Operating profit margin (%)	3.4	-	6.6	7.7	3.7	8.1	8.4	10.9	(4.8)	(2.3)	(2.9)	(10.7)	(4.5)
EBITDA/Interest coverage ratio (Times)	1.8	1.4	2.3	2.3	2.1	2.3	2.2	2.8	2.2	2.5	2.2	1.6	2.6
Net debt/EBITDA (Times)	4.3	5.3	3.4	3.4	3.6	3.7	3.5	3.6	5.7	4.9	5.6	8.1	5.3
Net debt/Equity ratio (Times)	5.6	5.6	3.1	4.9	4.9	(4.8)	(4.8)	(5.1)	(7.6)	(7.6)	(98.5)	(14.9)	(28.1)
TrueVisions													
EBITDA margin (%)	26.7	25.2	28.2	25.9	21.6	25.6	25.1	32.6	26.4	22.2	28.7	24.2	26.4
EBITDA margin excluding product sales (%)	27.5	25.7	29.4	26.7	22.1	26.8	26.4	32.6	26.6	22.2	30.3	23.2	26.2
Operating profit margin (%)	17.1	15.9	18.3	17.1	13.4	17.0	16.1	22.9	17.1	12.3	19.1	16.1	19.7
EBITDA/Interest coverage ratio (Times)	7.0	6.7	7.4	6.3	5.5	6.0	7.1	6.5	6.4	4.0	5.8	9.7	9.0
Net debt/EBITDA (Times)	3.5	3.6	3.1	3.5	4.1	3.8	3.0	3.5	4.6	5.6	4.1	(0.6)	(2.4)
Net debt/Equity ratio (Times)	2.9	2.9	1.5	1.8	1.8	2.0	2.1	2.2	2.3	2.3	2.3	(0.4)	(1.4)
Share price - end of period (Baht)	4.0	4.0	5.1	5.8	5.8	6.7	7.7	5.5	6.1	6.1	9.4	8.4	10.5
REVENUE FROM FIXED-LINE TELEPHONE SERVICE (%)													
Installation fee	2.9	3.0	2.9	3.5	2.4	3.2	2.7	3.3	1.6	3.6	0.5	4.5	(1.7)
Subscription fee	31.6	31.9	31.2	29.4	29.8	29.3	29.5	29.4	25.8	27.4	27.0	24.5	24.4
Local call	26.6	26.7	26.4	27.4	26.5	27.6	28.1	27.8	30.0	28.0	30.5	29.6	31.6
Call to mobile & Domestic long distance call	36.1	35.5	36.6	36.8	38.3	36.7	36.7	36.3	39.1	37.3	38.2	38.2	42.2
- Domestic long distance call	7.4	7.3	7.5	7.6	7.7	7.8	7.7	7.6	7.8	7.7	7.9	7.5	8.1
- Call to mobile	27.5	27.0	28.0	27.8	29.4	27.6	27.5	27.3	29.8	28.1	28.9	29.2	32.5
- Others	1.2	1.2	1.1	1.4	1.2	1.3	1.5	1.4	1.5	1.4	1.4	1.5	1.5
International call	2.9	2.9	2.9	3.0	3.0	3.2	3.0	3.1	3.5	3.7	3.8	3.3	3.4
Total	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Total revenue from telephone services (Bt Mn)	4,227.6	2,065.7	2,161.9	9,306.5	2,236.0	2,279.7	2,311.2	2,479.6	10,418.8	2,435.0	2,438.2	2,675.7	2,869.9
REVENUE FROM WE PCT SERVICE (EXCL. PRODUCT SALES) (%)													
Installation fee	-	-	-	-	-	-	-	-	-	-	-	-	-
Subscription fee	86.5	87.0	86.0	83.8	85.0	80.4	85.9	84.2	81.4	90.1	92.6	81.0	70.6
Local call	2.3	2.1	2.4	3.7	2.9	5.3	3.9	3.0	3.8	2.6	2.4	4.5	4.9
Call to mobile & Domestic long distance call	11.2	10.9	11.5	12.4	12.1	14.3	10.2	12.8	14.7	7.3	5.0	14.5	24.4
- Domestic long distance call	0.5	0.5	0.5	0.6	0.6	0.7	0.6	0.4	1.0	0.4	0.5	1.4	1.5
- Call to mobile	10.8	10.5	11.0	11.9	11.5	13.6	9.7	12.5	13.6	6.9	4.5	13.1	22.9
- Others	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.1	0.0
Total	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Total revenue from WE PCT services (Bt Mn)	345.2	140.0	205.2	798.8	206.3	197.0	179.0	216.6	1,217.5	248.8	235.7	300.9	432.1
REVENUE FROM MOBILE SERVICE (EXCL. PRODUCT SALES) (%)													
Voice revenue													
- Postpaid	18.0	18.8	17.3	18.2	18.0	17.5	18.8	18.6	17.6	17.1	16.4	18.3	19.0
- Prepaid	59.2	58.6	59.7	61.0	59.6	62.1	61.9	60.3	63.4	64.7	63.9	62.2	62.7
Non-voice revenue													
- Postpaid	2.7	2.8	2.6	2.2	2.4	2.2	2.2	2.1	2.1	1.9	1.9	2.3	2.2
- Prepaid	8.5	9.0	8.0	8.2	7.7	8.6	8.5	8.1	7.5	7.9	8.2	7.2	6.4
International roaming and other services	11.6	10.8	12.4	10.4	12.3	9.6	8.6	10.9	9.4	8.4	9.6	10.0	9.7
Total	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Total revenue from mobile services (Bt Mn) ^{3/}	11,536.9	5,488.5	6,048.4	23,836.1	6,061.2	5,965.5	5,933.8	5,875.7	22,308.7	5,940.3	5,823.5	4,976.7	5,568.3

Remark:

1/ FY05 and 4Q05 ratios excluding USD 291 mn in bridging loan for TVS (UBC) acquisition.

2/ Debt ratios excluding finance leases.

3/ Revenue from mobile services excluding Interconnection Charges (IC).

Selected Operating Statistics

	2008			FY07	2007				FY06	2006			
	1H	2Q	1Q		4Q	3Q	2Q	1Q		4Q	3Q	2Q	1Q
Core TrueOnline - Voice													
Construction and sales (,000 lines)													
Cumulative lines transferred to TOT	2,600	2,600	2,600	2,600	2,600	2,600	2,600	2,600	2,600	2,600	2,600	2,600	2,600
Net additions	(19)	(9)	(10)	(22)	(10)	(9)	(9)	6	(13)	(14)	10	(2)	(7)
Cumulative lines billed	1,936	1,936	1,946	1,955	1,955	1,965	1,974	1,983	1,977	1,977	1,991	1,981	1,983
Revenue per line per month (Baht)	338	337	340	362	351	362	369	366	414	383	397	424	453
Billed lines per employee (Fixed line telephone)	392	392	391	420	420	409	408	412	407	407	408	403	408
Network efficiency (%) ^{1/}													
Idle lines (% of cum lines billed)	29.7	29.9	29.6	27.8	29.0	28.2	27.2	26.9	24.2	25.8	25.0	23.4	22.8
% Call completion rate (Originating)	60.0	60.1	59.9	61.3	60.2	60.0	61.0	63.0	59.0	62.6	58.2	57.5	58.6
% Fault rate - Type B	0.9	1.0	0.8	0.9	0.8	1.1	1.1	0.8	0.9	0.9	1.0	0.9	0.8
% Fault rate - Type C	1.4	1.6	1.2	1.5	1.3	1.7	1.8	1.1	1.5	1.4	1.6	1.6	1.2
% Fault cleared - within 24 hours	98.9	99.0	98.9	96.4	98.4	93.8	95.3	99.6	99.4	99.3	99.1	99.7	99.4
Value Added Services													
Public phone													
Lines in service (,000 lines)	26	26	26	26	26	26	26	26	25	25	26	26	26
Revenue per line (Baht)	1,547	1,493	1,602	1,708	1,667	1,719	1,704	1,741	3,374	2,358	3,240	3,630	4,277
WE PCT - AWC													
Subscribers (,000 Subs)													
TRUE	277	277	282	378	378	380	373	361	334	334	332	394	455
TOT ^{2/}	13	13	13	13	13	13	13	13	13	13	13	13	13
Total	290	290	295	391	391	393	386	374	347	347	345	407	468
Revenue per subs. per month (Baht)	192	183	201	172	160	164	161	204	257	248	224	238	308
(For TRUE's subscribers only)													
Network													
No. of CS installed													
Outdoor	36,834	36,834	36,834	36,834	36,834	36,834	36,834	36,834	36,834	36,834	36,834	36,834	36,834
Indoor	16,321	16,321	16,321	16,321	16,321	16,321	16,321	16,321	16,321	16,321	16,321	16,321	16,321
Data/Internet/Broadband													
DDN -- Cumulative circuit ^{3/}													
	15,456	15,456	14,660	13,976	13,976	13,673	13,268	12,115	12,033	12,033	11,663	11,250	10,335
Internet -- No. of users													
	1,220,313	1,220,313	1,160,887	1,104,586	1,104,586	1,042,618	941,332	792,515	849,007	849,007	753,101	743,839	756,752
Broadband -- No. of users													
	604,511	604,511	573,711	548,285	548,285	525,567	504,000	469,000	442,728	442,728	412,742	368,874	334,785
True Move													
Mobile													
Subscribers (,000 Subs)													
Post-paid	775	775	767	718	718	619	561	607	546	546	488	468	451
Pre-paid	12,181	12,181	11,681	11,362	11,362	10,616	8,528	7,529	7,031	7,031	6,272	4,938	4,449
Total	12,956	12,956	12,448	12,080	12,080	11,234	9,089	8,135	7,578	7,578	6,760	5,406	4,900
Revenue per subs. per month (Baht)													
Post-paid	529	519	540	676	618	669	730	700	772	750	734	745	866
Pre-paid	114	108	119	158	125	157	179	189	250	222	240	253	307
Blended	139	133	145	191	153	188	216	227	292	259	277	297	361
TrueVisions ^{4/}													
Pay TV													
Subscribers													
	1,179,196	1,179,196	1,110,831	1,038,920	1,038,920	936,823	820,664	736,981	623,507	623,507	564,979	501,064	486,037
Revenue per subs. per month (Baht)	1,038	1,032	1,044	1,104	1,088	1,077	1,113	1,140	1,217	1,152	1,181	1,260	1,287
TOTAL EMPLOYEES	12,664	12,664	12,537	11,167	11,167	11,187	10,899	10,615	10,479	10,479	10,445	10,272	10,062

Note:

- 1/ Fault rate - Type B is faults caused by equipment failures in transmission and exchange, RCU, cable line, dropwire, radio frequency.
Fault rate - Type C is the faults caused by equipment failures in customer provides equipment.
- 2/ The Telephone Organization of Thailand (TOT) has rented TRUE's PCT network for provision of PCT service to its customers.
- 3/ Including True Multimedia's customers.
- 4/ Pay TV subscriber included Free View and Free to air subscriber, Q1 2007 - Q1 2008 were retroactively adjusted to reflect comparative purpose.