

BTS Rail Mass Transit Growth Infrastructure Fund
Report and interim financial statements
For the three-month and nine-month periods ended
31 December 2018

Independent Auditor's Report on Review of Interim Financial Information

To the Unitholders of BTS Rail Mass Transit Growth Infrastructure Fund

I have reviewed the accompanying statement of balance sheet, including the details of investments of BTS Rail Mass Transit Growth Infrastructure Fund as at 31 December 2018, the related statements of income for the three-month and nine-month periods ended 31 December 2018, and the related statements of changes in net assets, cash flows and significant financial information for the nine-month period then ended, as well as the condensed notes to the financial statements. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*.

Pinpaka Akaranuphong

Certified Public Accountant (Thailand) No. 5767

EY Office Limited

Bangkok: 11 February 2019

BTS Rail Mass Transit Growth Infrastructure Fund**Balance sheet****As at 31 December 2018**

(Unit: Thousand Baht)

	Note	31 December 2018 (Unaudited but reviewed)	31 March 2018 (Audited)
Assets			
Investment in the Net Revenue Purchase and Transfer Agreement at fair value (at cost: Baht 61,432 million (31 March 2018: Baht 61,432 million))	5	64,400,000	65,400,000
Investments in securities at fair value (at cost: Baht 962 million (31 March 2018: Baht 1,087 million))		963,025	1,088,323
Cash at banks	7	59,253	127,893
Account receivable from the Net Revenue Purchase and Transfer Agreement	10	234,053	59,784
Accounts receivable from interest		472	74
Other assets		1,592	4,948
Total assets		65,658,395	66,681,022
Liabilities			
Other payables and accrued expenses		20,548	6,908
Specific business tax payable		3,769	4,201
Payable from acquisition of investments in securities		-	79,846
Other liabilities		2,219	2,031
Total liabilities		26,536	92,986
Net assets		65,631,859	66,588,036
Net assets			
Registered capital 5,788,000,000 units of Baht 10.6110 each		61,416,468	61,416,468
Paid-in capital from unitholders		61,416,468	61,416,468
Retained earnings	8	4,215,391	5,171,568
Net assets		65,631,859	66,588,036
		-	-
Net asset value per unit (Baht)		11.3393	11.5045
Number of units issued - end of period/year (Thousand units)		5,788,000	5,788,000

The accompanying notes are an integral part of the interim financial statements.

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(Mr. Winai Hirunpinyopard)

Managing Director

BTS Rail Mass Transit Growth Infrastructure Fund
Details of investments
As at 31 December 2018

Details of investments classified by asset classes

Type of investment	31 December 2018			31 March 2018					
	(Unaudited but reviewed)			(Audited)					
	Cost	Fair value	Percentage of investment	Cost	Fair value	Percentage of investment			
	(Thousand Baht)	(Thousand Baht)	(Percent)	(Thousand Baht)	(Thousand Baht)	(Percent)			
Investment in the infrastructure business (Note 5)									
Investment in the Net Revenue Purchase and Transfer Agreement to acquire the net revenue to be generated from the operations of the Core BTS SkyTrain System pursuant to the concession agreement dated 9 April 1992 and its amendments entered into between the Bangkok Metropolitan Administration and Bangkok Mass Transit System Public Company Limited from 17 April 2013 until the expiration of the Concession Agreement (4 December 2029)									
	61,432,135	64,400,000	98.53	61,432,135	65,400,000	98.36			
Total investment in the infrastructure business	61,432,135	64,400,000	98.53	61,432,135	65,400,000	98.36			
Type of investment	Maturity date	Yield rate	Par value	Fair value	Percentage of investment	Par value	Fair value	Percentage of investment	
		(Percent per annum)	(Thousand Baht)	(Thousand Baht)	(Percent)	(Thousand Baht)	(Thousand Baht)	(Percent)	
Investments in securities									
Bond									
Bank of Thailand	CB18503A	3 May 2018	1.0300	-	-	-	440,000	439,603	0.66
Bank of Thailand	CB18531A	31 May 2018	1.0900	-	-	-	70,000	69,880	0.11
Bank of Thailand	CB18607A	7 June 2018	1.0500 - 1.2500	-	-	-	580,000	578,840	0.87
Bank of Thailand	BOT192A	20 February 2019	1.4100	80,000	80,014	0.12	-	-	-
Bank of Thailand	CB19221B	21 February 2019	1.4100	215,000	214,597	0.33	-	-	-
Bank of Thailand	CB19228B	28 February 2019	1.4000	159,000	158,651	0.24	-	-	-
Bank of Thailand	CB19307A	7 March 2019	1.4900 - 1.5550	426,000	424,956	0.65	-	-	-
Bank of Thailand	CB19307A	7 March 2019	1.3475 - 1.3750	85,000	84,807	0.13	-	-	-
Total investments in bond				965,000	963,025	1.47	1,090,000	1,088,323	1.64
Total investments in securities				965,000	963,025	1.47	1,090,000	1,088,323	1.64
Total investments				62,397,135	65,363,025	100.00	62,522,135	66,488,323	100.00

The accompanying notes are an integral part of the interim financial statements.

(Mr. Winai Hirunpinyopard)
Managing Director

(Unaudited but reviewed)

BTS Rail Mass Transit Growth Infrastructure Fund

Income statement

For the three-month period ended 31 December 2018

(Unit: Thousand Baht)

Note	2018	2017
Investment income		
Income from the investment in the Net Revenue Purchase and Transfer Agreement	6, 10 1,214,411	1,198,557
Interest income	4,489	3,895
Total income	1,218,900	1,202,452
Expenses		
Management fee	10 13,415	13,506
Trustee fee	3,577	3,602
Registrar fee	1,349	1,349
Professional fees	2,356	1,408
Other expenses	1,258	4,077
Total expenses	21,955	23,942
Net investment income	1,196,945	1,178,510
Net losses on investments		
Net unrealised losses on investments	(999,912)	(200,048)
Total net losses on investments	(999,912)	(200,048)
Increase in net assets resulting from operations	197,033	978,462

The accompanying notes are an integral part of the interim financial statements.

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(Mr. Winai Hirunpinyopard)

Managing Director

(Unaudited but reviewed)

BTS Rail Mass Transit Growth Infrastructure Fund

Income statement

For the nine-month period ended 31 December 2018

(Unit: Thousand Baht)

Note	2018	2017
Investment income		
Income from the investment in the Net Revenue Purchase and Transfer Agreement	3,615,862	3,540,473
Interest income	12,629	12,580
Total income	3,628,491	3,553,053
Expenses		
Management fee	40,215	40,410
Trustee fee	10,724	10,776
Registrar fee	4,031	4,031
Professional fees	8,183	6,587
Other expenses	19,853	20,617
Total expenses	83,006	82,421
Net investment income	3,545,485	3,470,632
Net losses on investments		
Net unrealised losses on investments	(999,922)	(400,046)
Total net losses on investments	(999,922)	(400,046)
Increase in net assets resulting from operations	2,545,563	3,070,586

The accompanying notes are an integral part of the interim financial statements.

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(Mr. Winai Hirunpinyopard)

Managing Director

(Unaudited but reviewed)

BTS Rail Mass Transit Growth Infrastructure Fund

Statement of changes in net assets

For the nine-month period ended 31 December 2018

(Unit: Thousand Baht)

Note	2018	2017
Increase in net assets resulting from operations during period		
Net investment income	3,545,485	3,470,632
Net unrealised losses on investments	(999,922)	(400,046)
Increase in net assets resulting from operations	2,545,563	3,070,586
Distributions to unitholders during period	9 (3,501,740)	(3,484,376)
Decrease in net assets during period	(956,177)	(413,790)
Net assets at the beginning of period	66,588,036	67,025,821
Net assets at the end of period	65,631,859	66,612,031

The accompanying notes are an integral part of the interim financial statements.

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(Mr. Winai Hirunpinoyopard)

Managing Director

(Unaudited but reviewed)

BTS Rail Mass Transit Growth Infrastructure Fund

Statement of cash flows

For the nine-month period ended 31 December 2018

	(Unit: Thousand Baht)	
	2018	2017
Cash flows from operating activities		
Increase in net assets resulting from operations	2,545,563	3,070,586
Adjustments to reconcile the increase in net assets resulting from operations to net cash provided by operating activities		
Purchases of investments in securities	(4,992,817)	(5,551,625)
Sales of investments in securities	5,050,000	5,720,000
Net purchases and sales of investments in securities	57,183	168,375
Increase in account receivable from the Net Revenue Purchase and Transfer Agreement	(174,269)	(168,394)
Increase in accounts receivable from interest	(398)	(86)
Decrease in other assets	3,356	3,357
Increase in other payables and accrued expenses	13,640	12,793
Decrease in specific business tax payable	(432)	(6,053)
Increase in other liabilities	188	70
Amortisation of discounts on investments	(11,653)	(10,670)
Net unrealised losses on investments	999,922	400,046
Net cash from operating activities	3,433,100	3,470,024
Cash flows from financing activities		
Distributions to unitholders	(3,501,740)	(3,484,376)
Net cash used in financing activities	(3,501,740)	(3,484,376)
Net decrease in cash at bank	(68,640)	(14,352)
Cash at bank at the beginning of period	127,893	55,518
Cash at bank at the end of period	59,253	41,166

The accompanying notes are an integral part of the interim financial statements.

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(Mr. Winai Hirunpinyopard)

Managing Director

(Unaudited but reviewed)

BTS Rail Mass Transit Growth Infrastructure Fund

Significant financial information

(Unit: Baht)

	For the nine-month period ended 31 December 2018	For the nine-month period ended 31 December 2017	For the nine-month period ended 31 December 2016	For the nine-month period ended 31 December 2015	For the nine-month period ended 31 December 2014
Operating performance (per unit)					
Net asset value at the beginning of period	11.5045	11.5801	11.5382	11.3145	11.2481
Add: Paid-in capital from unitholders	-	-	-	-	-
Income from investment operations					
Net investment income	0.6126	0.5996	0.5669	0.5271	0.4702
Net unrealised gains (losses) on investments	(0.1728)	(0.0691)	0.0807	0.0912	0.1042
Total income from investment operations	0.4398	0.5305	0.6476	0.6183	0.5744
Less: Payments of investment unit value from capital reduction	-	-	(0.0640)	(0.0480)	(0.0770)
Distributions to unitholders	(0.6050)	(0.6020)	(0.5440)	(0.4850)	(0.4610)
Net asset value at the end of period	11.3393	11.5086	11.5778	11.3998	11.2845

Ratio of the increase in net assets resulting from

operations to average net assets during the period (%)	3.83	4.59	5.61	5.45	5.11
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Significant financial ratios and additional information

Net assets at end of period (Thousand Baht)	65,631,859	66,621,031	67,012,707	65,982,550	65,315,121
Ratio of total expenses to average net assets during period (%)	0.12	0.12	0.14	0.57	0.58
Ratio of total investment income to average net assets during period (%)	5.46	5.32	5.05	5.22	4.76
Ratio of weighted average investment purchases and sales during period to average net assets during period (%)*	0.22	0.22	0.29	0.10	0.20
Average net assets during period (Thousand Baht)	66,507,266	66,829,814	66,815,873	65,712,809	65,051,616

* Investment purchases and sales exclude cash at banks and investments in promissory notes, and must be real purchases or sales of investments which exclude purchases under resale agreements or sales under repurchase agreements.

The accompanying notes are an integral part of the interim financial statements.

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(Mr. Winai Hirunpinyopard)

Managing Director

BTS Rail Mass Transit Growth Infrastructure Fund

Notes to interim financial statements

For the three-month and nine-month periods ended 31 December 2018

1. Description of BTS Rail Mass Transit Growth Infrastructure Fund

BTS Rail Mass Transit Growth Infrastructure Fund (“the Fund”) is a specified infrastructure business fund with the specific investment project to invest detailed in the Fund’s prospectus. The Fund was established and registered as a closed-end infrastructure fund on 17 April 2013 with no project life stipulated. The Fund raised funds from the public and general investors, with the main objective of utilising the proceeds from such fund raising to invest in infrastructure businesses. The Fund initially invested in acquiring the net revenue to be generated from the operations of the Core BTS Skytrain System from Bangkok Mass Transit System Public Company Limited (“BTSC”), covering the 23.5 kilometers original lines of the BTS SkyTrain System, consisting of the 17.0 kilometers Sukhumvit line from Mo-Chit to On-Nut, and the 6.5 kilometers Silom line from National Stadium to Taksin Bridge (“the Core BTS Skytrain System”). The Fund may also engage in activities within the scope allowed under the regulations of the Office of the Securities and Exchange Commission and other relevant notifications, with a view to generate income and returns for the Fund and the unitholders. This may include investment in other securities and/or deriving benefits from other means as prescribed by securities laws and/or other relevant laws.

On 17 April 2013, the Stock Exchange of Thailand approved the listing of the Fund’s units and permitted their trading in the Stock Exchange of Thailand on 19 April 2013.

The Fund is managed by BBL Asset Management Company Limited (“the Management Company”) and its trustee is Standard Chartered Bank (Thai) Public Company Limited.

As at 31 December 2018, the Fund’s major unitholder is BTS Group Holdings Public Company Limited holding 33.33% of the Fund units issued.

2. Basis of preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 *Interim Financial Reporting*, with the Fund choosing to present condensed interim financial statements. However, the Fund has presented the balance sheet, the details of investments, the statement of income, changes in net assets, cash flows, and significant financial information in the same format as that used for the annual financial statements.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

The interim financial statements in Thai language are the official statutory financial statements of the Fund. The interim financial statements in English language have been translated from the Thai language financial statements.

3. New financial reporting standards

(a) Financial reporting standards that became effective in the current year

During the period, the Fund has adopted the revised financial reporting standards and interpretations (revised 2017) and new accounting treatment guidance which are effective for fiscal years beginning on or after 1 January 2018. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes and clarifications directed towards disclosures in the notes to financial statements. The adoption of these financial reporting standards does not have any significant impact on the Fund's financial statements.

(b) Financial reporting standards that will become effective for fiscal years beginning on or after 1 January 2019

The Federation of Accounting Professions issued a number of revised and new financial reporting standards and interpretations (revised 2018) including new accounting treatment guidance, which are effective for fiscal years beginning on or after 1 January 2019. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards.

The Management Company believes that most of the revised financial reporting standards will not have any significant impact on the financial statements when they are initially applied. However, the new standard involves changes to key principles, as summarised below.

TFRS 15 Revenue from Contracts with Customers

TFRS 15 supersedes TAS 11 Construction Contracts and TAS 18 Revenue, together with related Interpretations. Entities are to apply this standard to all contracts with customers unless those contracts fall within the scope of other standards. The standard establishes a five-step model to account for revenue arising from contracts with customers, with revenue being recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The standard requires entities to exercise judgement, taking into consideration all of the relevant facts and circumstances when applying each step of the model.

The Management Company is currently evaluating the impact of this standard to the financial statements in the year when it is adopted.

(c) Financial reporting standards that will become effective for fiscal years beginning on or after 1 January 2020

The Federation of Accounting Professions issued the set of TFRSs related to financial instruments consists of five accounting standards and interpretations, as follows:

Financial reporting standards:

TFRS 7 Financial Instruments: Disclosures

TFRS 9 Financial Instruments

Accounting standard:

TAS 32 Financial Instruments: Presentation

Financial Reporting Standard Interpretations:

TFRIC 16 Hedges of a Net Investment in a Foreign Operation

TFRIC 19 Extinguishing Financial Liabilities with Equity Instruments

These TFRSs related to financial instruments make stipulations relating to the classification of financial instruments and their measurement at fair value or amortised cost (taking into account the type of instrument, the characteristics of the contractual cash flows and the Company's business model), calculation of impairment using the expected credit loss method, and hedge accounting. These include stipulations regarding the presentation and disclosure of financial instruments. When the TFRSs related to financial instruments are effective, some accounting standards, interpretations and guidance which are currently effective will be cancelled.

The Management Company is currently evaluating the impact of these standards to the financial statements in the year when they are adopted.

4. Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 March 2018.

5. Investment in the Net Revenue Purchase and Transfer Agreement

As stipulated in the Net Revenue Purchase and Transfer Agreement (“NRTA”), BTSC agreed to fully reimburse the Fund for any specific business tax in connection with the Net Revenue Purchase and Transfer Agreement.

Under the terms of the NRTA, the Fund will pay BTSC the incentive fee on annual basis if the net revenues for any year are more than the annual net revenue target for that year, at the following rates.

- (a) 10% in respect of the net revenue amount exceeding the 100% but not exceeding 125% of the annual net revenue target.
- (b) 15% of the net revenue in respect of the amount exceeding the 125% of the annual net revenue target.

Under the sponsor support and guarantee agreement, BTS Group Holdings Public Company Limited (“BTSG”) who is the major shareholder of BTSC, has agreed to provide a limited guarantee for the performance of BTSC under the terms of the NRTA. (However, there is no guarantee provided on the net revenue to be received by the Fund). In addition, BTSG agreed to maintain the shareholding interest in BTSC at 97.46% as a minimum and to secure such sponsor support and guarantee agreement BTSG pledged its aforementioned shares in BTSC and also entered into an agreement to sell, and the Fund to buy, BTSG’s shares in BTSC upon the occurrence of an event of default in accordance with the terms and conditions of the NRTA at the price determined in the agreement to sell, and to buy shares.

On 10 August 2016, the Fund, BTSC and AIA Company Limited (“AIA”) signed memorandum agreement of construction of Suksa Wittaya station (S4) with a value of not more than Baht 650 million and this agreement has been approved by the trustee. Under the agreement, the Fund and AIA will each fund 50% of the total construction cost.

Movement of the investment in the NRTA during the nine-month period ended 31 December 2018 is summarised below.

	(Unit: Thousand Baht)
Investment in the NRTA at the beginning of period	65,400,000
Less: Unrealised loss from investment valuation during period	(1,000,000)
Investment in the NRTA at the end of period	<u>64,400,000</u>

During the current period, the investment in the NRTA decreased amounting to Baht 1,000 million as a result of the assessment of fair value using the income approach by an independent appraiser.

(Unaudited but reviewed)

6. Income from the investment in the Net Revenue Purchase and Transfer Agreement

(Unit: Thousand Baht)

	For the three-month periods ended 31 December	
	<u>2018</u>	<u>2017</u>
Farebox revenue	1,791,837	1,741,710
Less: Operating expenses	(394,815)	(332,186)
Repair and maintenance expenses	(112,787)	(121,011)
Capital expenditures	(69,824)	(89,956)
Net revenue from investment	<u>1,214,411</u>	<u>1,198,557</u>

(Unit: Thousand Baht)

	For the nine-month periods ended 31 December	
	<u>2018</u>	<u>2017</u>
Farebox revenue	5,193,659	5,089,514
Less: Operating expenses	(1,072,074)	(1,002,432)
Repair and maintenance expenses	(336,805)	(334,840)
Capital expenditures	(168,918)	(211,769)
Net revenue from investment	<u>3,615,862</u>	<u>3,540,473</u>

7. Cash at banks

Bank/account type	Principal		Interest rate	
	(Thousand Baht)		(% per annum)	
	31 December 2018	31 March 2018	31 December 2018	31 March 2018
		(Audited)		(Audited)
Bangkok Bank Public Company Limited/ Saving account	40,440	40,330	0.375	0.375
Standard Chartered Bank (Thai) Public Company Limited/ Saving account	18,813	87,563	0.500	0.500
Total	<u>59,253</u>	<u>127,893</u>		

(Unaudited but reviewed)

8. Retained earnings

(Unit: Thousand Baht)

	For the nine-month period ended 31 December 2018	For the year ended 31 March 2018
Accumulated net investment income	19,997,271	15,375,769
Accumulated net realised gain on investments	2	2
Accumulated net unrealised gain on investments	3,967,931	4,367,878
Less: Accumulated distributions to unit holders	(18,793,636)	(14,134,296)
Retained earnings at the beginning of the period / year	5,171,568	5,609,353
Add: Increase in net assets resulting from operations during the period / year	2,545,563	4,221,555
Less: Distributions to unitholders during the period / year	(3,501,740)	(4,659,340)
Retained earnings at the end of the period / year	4,215,391	5,171,568

9. Distributions to unitholders

Dividend declared during the nine-month periods ended 31 December 2018 and 2017 consisted of the following.

Declared date	For the operations period	Per unit (Baht)	Total (Thousand Baht)
28 May 2018	1 January 2018 to 31 March 2018	0.200	1,157,600
14 August 2018	1 April 2018 to 30 June 2018	0.196	1,134,448
14 November 2018	1 July 2018 to 30 September 2018	0.209	1,209,692
Total dividends for the nine-month period ended 31 December 2018		0.605	3,501,740
23 May 2017	1 January 2017 to 31 March 2017	0.207	1,198,116
15 August 2017	1 April 2017 to 30 June 2017	0.192	1,111,296
13 November 2017	1 July 2017 to 30 September 2017	0.203	1,174,964
Total dividends for the nine-month period ended 31 December 2017		0.602	3,484,376

(Unaudited but reviewed)

10. Related party transactions

During the period, the Fund had significant business transactions with related parties which have been concluded on commercial terms and bases agreed upon in the ordinary course of business between the Fund and those companies. Below is a summary of those transactions.

(Unit: Thousand Baht)

	For the three-month periods ended		Pricing policy
	31 December		
	<u>2018</u>	<u>2017</u>	
BBL Asset Management Company Limited			
(the Management Company)			
Management fee	13,415	13,506	The basis stated in the prospectus
Bangkok Mass Transit System Public Company Limited			
(a subsidiary of the major unitholder)			
Net fare box revenues received	1,214,411	1,198,557	The basis stated in the agreement
Reserve for incentive fee expense	-	694	The basis stated in the agreement
Reimbursement of the specific business tax	14,381	17,457	As incurred

(Unit: Thousand Baht)

	For the nine-month periods ended		Pricing policy
	31 December		
	<u>2018</u>	<u>2017</u>	
BBL Asset Management Company Limited			
(the Management Company)			
Management fee	40,215	40,410	The basis stated in the prospectus
Bangkok Mass Transit System Public Company Limited			
(a subsidiary of the major unitholder)			
Net fare box revenues received	3,615,862	3,540,473	The basis stated in the agreement
Reserve for incentive fee expense	13,307	13,075	The basis stated in the agreement
Reimbursement of the specific business tax	46,644	43,456	As incurred

(Unaudited but reviewed)

As at 31 December 2018 and 31 March 2018, the Fund has the following significant outstanding balance with its related companies.

	(Unit: Thousand Baht)	
	31 December 2018	31 March 2018
		(Audited)
BBL Asset Management Company Limited		
Accrued management fee	4,474	4,539
Bangkok Mass Transit System Public Company Limited		
Account receivable from the Net Revenue Purchase and Transfer Agreement	234,053	59,784
Accrued incentive fee	13,307	-

During the nine-month period ended 31 December 2018, the Fund purchased investments in securities of Baht 1,617 million (2017: Baht 1,040 million) from a fund, which managed by the Management Company.

11. Investments trading information

The Fund's investments trading transactions during the nine-month period ended 31 December 2018, excluding cash at banks and investments in promissory notes, amounted to approximately Baht 9,963 million, or 14.98% of the average net assets value during the period (2017: Baht 11,177 million, represented 16.72%).

12. Commitments

12.1 The Fund is committed to pay management fee, trustee fee and registrar fee to counterparties under the terms and conditions specified in the agreements and the prospectus.

12.2 The Fund is committed to pay the incentive fee as described in the Note 5 to the interim financial statements.

12.3 The Fund has commitments with contingent expenses as stipulated in the Net Revenue Purchase and Transfer Agreement on behalf of BTSC as follows.

(a) Capital commitments

The Fund had capital commitments in respect of acquisitions of elevated train carriages, the provision of improvement of the Core BTS Skytrain System, and the renovation of office building.

(b) Lease and service commitments

The Fund has commitments to pay fees in respect of lease and other service agreements.

(c) Commitments under maintenance contracts

The Fund has commitments in respect of the cost of maintenance and spares supply service fees in relation to the project.

(d) Guarantees

The Fund had outstanding bank guarantees amounting to Baht 38 million (31 March 2018: Baht 38 million) issued on behalf of BTSC by a bank to the Metropolitan Electricity Authority, in order to guarantee electricity use under the Net Revenue Purchase and Transfer Agreement.

(e) Commitments related to long-term employee benefits

The Fund had commitments in respect of costs related to long-term employee benefits of BTSC's employees who retire during the remaining period of the Core BTS Skytrain System.

12.4 The Fund had commitments under the memorandum agreement of construction of Suksa Wittaya station (S4) between the Fund, BTSC and AIA with a value of not more than Baht 650 million. Under the agreement, the Fund and AIA will each fund 50% of the total construction cost.

12.5 The Fund had commitments which respect to service contracts. Minimum fees required under service contracts were as follows.

	<u>31 December 2018</u>	<u>31 March 2018</u> (Audited)
Payable:		
In up to 1 year	8	5
In over 1 and up to 5 years	13	17

13. Segment information

The Fund operates in a single business segment that is the investment in the Net Revenue Purchase and Transfer Agreement from the Core BTS Skytrain System and they were carried on in the single geographical area of Bangkok, Thailand. As a result, all revenues, operating profits, assets, and liabilities as reflected in these financial statements are assumed to pertain to the aforementioned business segment and geographic area.

(Unaudited but reviewed)

14. Fair value hierarchy

As at 31 December 2018 and 31 March 2018, the Fund had the assets that were measured at fair value using different levels of inputs as follows:

(Unit: Million Baht)

	Level 1		Level 2		Level 3		Total	
	31 December 2018	31 March 2018	31 December 2018	31 March 2018	31 December 2018	31 March 2018	31 December 2018	31 March 2018
	(Audited)		(Audited)		(Audited)		(Audited)	
The investment in the Net								
Revenue Purchase and Transfer Agreement	-	-	-	-	64,400	65,400	64,400	65,400
Investments in securities	-	-	963	1,088	-	-	963	1,088

During the period, the Fund has not changed measurement in fair value hierarchy.

15. Approval of interim financial statements

These interim financial statements were authorised for issue by an authorised person of the Management Company on 11 February 2019.