

(Translation)

TG. 01/831

November 13, 2017

Subject Submission of financial statements for the three-month period and the nine-month period ended September 30, 2017

To President of the Stock Exchange of Thailand

Enclosed

1. Thai Airways International Public Company Limited and its subsidiaries' financial statements for the three-month period and nine-month period ended September 30, 2017
2. Management's Discussion and Analysis (MD&A) for the third quarter of the financial year 2017 ended September 30, 2017 of Thai Airways International Public Company Limited and its subsidiaries
3. Report Summarizing Operating Results of the Company (F45-3)

Thai Airways International Public Company Limited is pleased to submit the Company's consolidated financial statements and its subsidiaries for the three-month period and nine-month period ended September 30, 2017 which has been reviewed by the Office of the Auditor General of Thailand and also Management's Discussion and Analysis (MD&A) for the third quarter of the financial year 2017 ended September 30, 2017. Details have been enclosed and can be summarized as follow:

THAI continued the third phase of its transformation plan "Sustainable Growth" from the previous quarter by taking delivery of new operating lease aircraft resulting the total active aircraft grew into 99 aircraft which increased by 4 aircraft compared to the end of 2016. Aircraft Utilization has increased by 4.3% from 11.6 hours to 12.1 hours when compared to the same period last year. Production traffic (ASK) increased by 7.9%. Passenger traffic (RPK) increased by 14.9% from the same quarter of last year. The Cabin Factor averaged 78.2%, up from 73.5 % with 5.99 million passengers carried representing 8.9% increase from last year.

THAI and its subsidiaries' operating profit was THB 739 million while last year's loss of THB 836 million. Total revenue was THB 46,928 million, an increase from the same quarter of last year by 6.3% due to an increase of passenger and excess baggage revenue by THB 2,470 million (6.9%) from the increase in passenger traffic by 14.9%, despite a drop in average passenger yield by 7.5% due to intense price competition. Freight and mail revenues increased by THB 577 million (12.7%) from the recovery in the export sector. While total expenses amounted to THB 46,189 million, an increase of THB 1,227 million (2.7%) due to an increase in fuel expenses by THB 1,032 million (9.5%) resulting from an increase of 11.3% in average jet fuel price. Non-fuel operating expense was closed to last years. Net finance cost decreased from last year by THB 112 million or 8.7% resulting from cash management and financial restructure.

This quarter THAI and its subsidiaries had one-time expenses, the amount of THB 537 million and impairment loss of assets and aircraft, amount of THB 1,502 million. In addition, the loss on foreign currency exchange was THB 829 million. Consequently, THAI and its subsidiaries reported the net loss of THB 1,814 million. Loss attributable to owners of the parent amounted to THB 1,825 million. Loss per share was THB 0.84 per share, 0.11 THB or 15.1% higher loss than last year's.

As of September 30, 2017, THAI's consolidated total assets were THB 287,889 million, an increase of THB 4,765 million (1.7%) from as at December 31, 2016. Total liabilities totaled THB 257,961 million, which was an increase of THB 8,425 million (3.4%) from as of December 31, 2016. Shareholders' equity totaled THB 29,928 million, a decrease of THB 3,660 million (10.9%) from December 31, 2016 due to loss from operations for the nine month of 2017.

Please be informed accordingly.

Yours faithfully,

Usanee Sangsingkeo (Mrs.)
Executive Vice President, Corporate Strategy and
Sustainable Development
Acting President

Management Accounting and MIS Department
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