

(Translation)

TG. 07/162

August 14, 2014

Subject Submission of financial statements for the three-month period and the six-month period ended June 30, 2014

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 six-month period ended June 30, 2014
 2. Management's Discussion and Analysis (MD&A) for the second quarter of the financial year 2014 ended June 30, 2014 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 six-month period ended June 30, 2014 which has been reviewed by the Office of the Auditor General of Thailand and also Management's Discussion and Analysis (MD&A) for the second quarter of the financial year 2014 ended June 30, 2014. Details have been enclosed and can be summarized as follows:

In the second quarter of 2014, Thai's civil aviation industry has continued to struggle with the political unrest since the last quarter of 2014 until overseeing Thailand's administration by National Council for Peace and Order (NCPO) effective since May 22, 2014, affecting the confidence in the safety of tourists. In the meanwhile, the rigorous competition from low cost carriers(LCC) increased. By developing the new product and services, the LCC connected their networking connectivity and expanded their long range routes into the market of Korea, Japan and China resulting in more intense price competition. Despite the prolonged and intensified political unrest in Bangkok prominently impacts THAI's the reduction of number of passenger in this quarter down to 17.3% year-on-year. Although THAI has reduced its flight frequency in line with the decrease of passenger traffic which decreased production passenger (Available Seat Kilometers : ASK) by 4.9%, the lower passenger traffic (Revenue Passenger Kilometers : RPK) greatly decreased 14.3% resulting the average cabin factor was 63.5 % from last year's where cabin factor was 70.5%. Thus, the operating revenues decreased by THB 4,326 million or 9.2% from the same period last year resulting a loss before foreign currency exchange and income tax(exclude impairment loss of aircraft and assets), THB 4,422 million or 134.9% higher than the last year's loss.

THAI's consolidated gain on foreign currency exchange was THB 1,008 million, while last year reported the loss of THB 4,202 million and loss of impairment of assets and aircraft:Airbus A300-600, amount of THB 1,214 million which was a decrease of THB 190 million from last year. Consequently, THAI and its subsidiaries reported net loss of THB 7,654 million, which decreased THB 772 million from last year. Loss attributable to owners of the parent was THB 7,662 million or 3.51 baht per share, compared to last year where was a loss of 3.87 baht per share.

As of June 30, 2014, THAI's consolidated total assets were THB 300,055 million, a decrease of THB 7,030 million or 2.3% from as at December 31, 2013. Total liabilities totaled THB 253,460 million, which was an increase of THB 3,294 million or 1.3%. Total shareholders' equity amounted to THB 46,595 million, which was a decrease of THB 10,324 million.

Please be informed accordingly.

Yours faithfully,

Mr. Thongchai Singhakul
Vice President
Finance Accounting Department
Acting Executive Vice President
Finance and Accounting Department

Management Accounting Department
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