



- Translation -

MPIC 011/2017

August 9, 2017

Subject: Submit the Financial Statement for the quarter ended June 30, 2017 and clarification for the change of operating result more than 20%

Attention: The President of The Stock Exchange of Thailand

M Pictures Entertainment Public Company Limited ("the Company") would like to submit the Financial Statement for the quarter ended June 30, 2017 which was reviewed by the authorized auditor of PricewaterhouseCooper ABAS Co.,Ltd. and approved by the Board of Directors of the Company on meeting No.3/2017 held on August 9, 2017 and also clarify the change of operating performance of the company more than 20% as follow:

Revenue

1. Total Revenue of the Company and subsidiaries

Total Revenue of the Company and subsidiaries the quarter ended June 30, 2017 when comparing with the quarter ended June 30, 2016 decreased from THB 149.41 million to THB 46.56 million or decreased THB 102.85 million or 68.84% because revenue of film's production and film rights' distribution became lower and in 2016, a Thai Movie, Joking 4G, generated the highest revenue in the year.

Cost of the Production and Service and Expense of Selling and Management.

1. Cost of Production and Service

Cost of Production and Service of the Company and subsidiaries for the quarter ended June 30, 2017 when comparing with the same period in 2016 decreased from THB 58.73 million to THB 35.82 million or decreased THB 22.91 million or 39.01% due to cost of Thai film's production was down.

2. Expenses of the Selling and Management

Expenses of the Selling and Management of the Company and subsidiaries for the quarter ended June 30, 2017 when comparing with the second quarter of 2016 decreased from THB 66.46 million to THB 35.59 million or decreased THB 30.87 million or 46.45% because the Company use less cost of promotion and advertising of films' right distribution.

Net Profit of Company's operation

Net Profit of the group of the Company's operation for the quarter ended June 30, 2017 when comparing with the same quarter in 2016 decreased from net profit in amount of THB 32.62 million to net loss in amount of THB 25.79 million or decreased THB 58.41 million or 179.06% because film production and films' right distribution generated less revenue from the aforementioned reasons.

Please be informed accordingly,

Yours sincerely,

-Ms. Thitapat Issarapornpat-

(Ms. Thitapat Issarapornpat)

Director and Acting on behalf of Company Secretary