



- Translation -

MPIC 007/2019

February 13, 2019

Subject: Submit the Year End Financial Statement ended December 31, 2019 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 Year End Financial Statement ended December 31, 2018 which was audited by the authorized auditor of PricewaterhouseCooper ABAS Co.,Ltd. and approved by the Board of Directors of the Company on meeting No.1/2019 held on February 13, 2019 and also clarify the change of operating performance of the company more than 20% as follow:

Revenue

Total Revenue of the Company and subsidiaries for Year ended December 31, 2018 when comparing with the year 2017 decreased from THB 363.59 million to THB 333.40 million or decreased THB 30.19 million or 8.30% due to the revenue of films' rights distribution decreased.

Cost of Production and Service / Expense of Sale and Management

1. Cost of Production and Service

Cost of Production and Service of the Company and subsidiaries for the Year End 2018 ended December 31, 2018 when comparing with the year 2017 decreased from THB 228.52 million to THB 173.17 million or decreased THB 55.35 million or 24.22% mainly due to cost of Thai films' production in 2018 is less than the previous year.

2. Expense of Sale and Management

Expense of Sale and Management of the Company and subsidiaries for the Year End 2018 ended December 31, 2018 when comparing with the year 2017 decreased from THB 283.59 million to THB 179.45 million or decreased THB 104.14 million or 36.72% because of effective cost control.

Net Loss of Company's operation

Net Loss of the group of the Company's operation for the Year End 2018 ended December 31, 2018 when comparing with the year 2017 decreased from THB 155.63 million to THB 25.28 million or decreased THB 130.35 million or 83.76% due to the reason mentioned above.

Please be informed accordingly,

Yours sincerely,

-Thitapat Issarapornpat-

(Ms. Thitapat Issarapornpat)

Director and on behalf of Company Secretary