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ZAA-005/2566

November 13, 2023

Subject: Submit the consolidated financial statements of the Company and its subsidiaries for the third quarter ended September 30, 2023, and clarification for the change of operating result more than 20%

Attention: President, The Stock Exchange of Thailand

ZALEKTA Public Company Limited ("ZAA") would like to submit the consolidated financial statements of the Company and its subsidiaries for the third quarter ended September 30, 2023, which was reviewed by the authorized auditor of PricewaterhouseCooper ABAS Co., Ltd. and approved by the Board of Directors Meeting No. 9/2023 held on November 13, 2023, and would like to inform the operating results for the third Quarter of the year 2023 of the Company and its subsidiaries (collectively referred to as the "Company") as follows;

Revenue

Total revenue of the Company for the third quarter ended September 30, 2023, compared to the same period last year increased from THB 48.15 million to THB 62.94 million or increases of THB 14.79 million or 30.72%. This was mainly due to a rise in both the number of films released in theaters and revenue from the film production business.

Cost of sales and services

Cost of sales and services of the Company the third quarter ended September 30, 2023, compared to the same period last year increased from THB 21.13 million to THB 34.04 million or increased of THB 12.91 million or 61.08%. This was a result of the higher cost of the film production business in line with the higher revenue.

Selling Expenses

Selling Expenses of the Company for the third quarter ended September 30, 2023, compared to the same period last year increased from THB 1.73 million to THB 18.55 million or increased of THB 16.82 million. This was mainly due to an increase in the cost of marketing and advertising for films released in theaters during this period.

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Share of profit (loss) of associates and joint ventures

Share of profit (loss) of associates and joint ventures of the Company for the third quarter ended September 30, 2023, compared to the same period last year increased from share of loss of THB 3.81 million to share of profit of THB 5.88 million or increased of THB 9.69 million. This was mainly due to the recognition of share of profit from a joint venture that had profits from the sale of film rights within the period and the cessation of recognition of share of loss from another joint venture because the share of loss has been recognized higher than the interests of the business.

Income tax

Income tax of the Company for the third quarter ended September 30, 2023, compared to the same period last year increased to THB 5.79 million. This was mainly due to the reversal of deferred tax assets from temporary differences on film rights and the reversal of deferred tax assets from the impairment of investments during the year from the closing of an associate.

Net Profit

Net Profit of the Company for the third quarter ended September 30, 2023, compared to the same period last year decreased from net profit of THB 5.99 million to net loss of THB 1.86 million or decreased of THB 7.85 million or 131.09% as a result of the above main reasons.

Please be informed accordingly.

Yours sincerely,

(Mr. Jiratch Wongtra-ngan)

Director