

Clarification on Percentage of Change More Than 20%

The consolidated financial statements of Nation International Edutainment Public Company Limited and its subsidiaries for the three-month period ended 31 March 2019 represented a loss of Baht 39.12 million. Compared to the same period of 2018, the loss was Baht 56.12 million, an increasing of 30.30%. The Company would like to clarify significant changes in the Group's operating results as follows:

1. Revenues from sales and services for the three-month period of 2019 decreased 39.56% compared to the same period of 2018. The main reasons were:
 - Revenues from circulation decreased 15.24% with circulation revenues of comic books and children books decreasing 33.23%. On the other hand, revenues from pocket books selling increase 12.61%.
 - Revenues from rendering of services decreased 78.86% due to the company had ceased to be distribution agent for foreign publications from September 1, 2018 onwards, which is the main reason for the decrease in revenue from publishing, distributing and other service from foreign publications.
2. Costs and expenses for the three-month period of 2019 decreased 33.55% compared to the same period of 2018. The main reasons were:
 - Cost of goods sold increased 78.58% due to the cost of freesheet "Rabbit Today", editor cost and new media cost which was operated by the subsidiary company since June 2018.
 - Selling and administrative expenses decreased 58.57% due to last year had recognized provision for doubtful accounts from related parties amounted to Baht 52.38 million.

Conclusion :

The Group reported a profit for the three-month period ended 31 March 2018, showed a loss of Baht 39.12 million. Compared to the same period of 2018, the loss was Baht 56.12 million, an increasing of 30.30%