

## **Clarification on Percentage of Change More Than 20%**

The consolidated financial statements of Nation Broadcasting Corporation Public Company Limited and its subsidiary for the year ended 31 December 2019 represented an operating profit of Baht 405.25 million. Compared to the same period of 2018, it showed a loss of Baht 98.79 million, an increase profit of 510%. Excluding, the reversal of impairment loss of assets of Baht 486.70 million, the group incurred a net loss for the year ended 31 December 2019 of Baht 81.46 million. The Company would like to clarify a significance change of the Group's operating results were summarised as follows:

- Revenue from sales and services for the year 2019 was Baht 457.06 million, which increased by 20% compared to the same period of 2018. Mainly from increased advertising and airtime revenues from Digital TV business since the Group has reformed the broadcasting program and modified the program to increase the number of audiences and gain more advertising revenue, which was in line with the improved TV rating ranking from 2018. Moreover, the revenue from organizing events increased by 55%.
- Cost and expenses for the year 2019 was Baht 574.28 million increased by 15% compared to the same period of 2018 in line with the increasing in revenue from sales and services.

In addition, on 11 April 2019, the National Council for Peace and Order (“NCPO”) has released the order No. 4/2562 in subject of a measure to solve the problems of the operations of the Television and Telecommunication, the significant details which related to the Group are the subsidiary will be exempted for the installment of the license fee including a subsidy for the network rental expenditures in accordance with a national commercial digital terrestrial television broadcasting network service to the licensees over the remaining period of the licenses. The subsidy effectively commences after termination of the measure to relieve in accordance with paragraph one, no. 8 of NCPO No. 9/2561. In consideration of, the subsidiary recorded the reduction of net book value of digital television license payable and net book value of the license amounting to Baht 429.91 million. Therefore, the Group has considered to reverse of impairment loss of digital television license of Baht 486.70 million in the consolidated financial statements for the year ended 31 December 2019.

### **Conclusions:**

The Group reported operations for the year ended 31 December 2019 represented a net profit of Baht 405.25 million, resulting from the reversal of impairment loss of assets of Baht 486.70 million. Compared to the same period of 2018, it showed a loss of Baht 98.79 million.