

Clarification on Percentage of Change More Than 20%

The consolidated financial statements of Nation Broadcasting Corporation Public Company Limited and its subsidiary for the six-month period ended 30 June 2019 represented an operating profit of Baht 444.48 million. Compared to the same period of last year, it showed a loss of Baht 68.10 million, a increase profit of 753%. Excluding, the reversal of impairment loss of assets of Baht 486.70 million, the group incurred a net loss for the six-month period ended 30 June 2019 of Baht 42.22 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 six-month of 2019 was Baht 201.46 million, which increased by 16% compared to the same period of last year. Mainly from increased advertising revenue from 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.
- Cost and expenses for the six-month of 2019 was Baht 262.15 million increased by 5% compared to the same period of last year in line with the increasing in revenue from sales and services.
- 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 (the digital television license payable of Baht 447.20 million and deducted of deferred interest amounting to Baht 17.29 million) and adjusted amortisation from the remaining of net book value of the license after adjustment in relation to the remaining economic useful lives. 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 six-month period ended 30 June 2019.

Conclusions:

The Group reported operations for the six-month period ended 30 June 2019 represented an operating profit of Baht 444.48 million. Compared to the same period of last year, it showed a loss of Baht 68.10 million. Excluding, the reversal of impairment loss of assets of Baht 486.70 million the group increased a net loss for the six-month of 2019 of Baht 42.22 million.