



Press Release

MM2 ASIA REPORTS 3Q2019 RESULTS

- Revenue up 41.3% to S\$74.1 million in 3Q2019, from S\$52.4 million in the same period last year;
- Repayment of S\$30 million bank borrowings in 9M2019;
- Restructuring of Group's Out-of-Home Entertainment Platform Businesses, including its Cinema Business, to be more focused on organic growth and maximize long-term value for shareholders

S\$' million	3Q2019	3Q2018	Change %	9M2019	9M2018	Change %
Revenue	74.1	52.4	41.3	188.0	108.4	73.4
Gross Profit	29.8	23.3	27.8	90.3	53.2	69.8
Gross Margin (%)	40.2	44.5		48.0	49.1	
Net Profit	4.7	6.8	-31.2	19.3	20.9	-7.8
Net Margin (%)	6.3	13.0		10.3	19.3	
Net Profit To Owners	2.0	4.8	-59.0	12.9	15.7	-17.7
EPS (cents)	0.17	0.41	-58.5	1.11	1.40	-20.7

SINGAPORE, 12 Feb 2019 – mm2 Asia Ltd. (“mm2 Asia”, “mm2 全亚影视娱乐有限公司” or collectively with its subsidiaries, the “Group”), today announced its fiscal results for the third quarter period ended 31 December 2018 (“3Q2019”).

Chief Executive Officer of mm2 Asia, Mr Chang Long Jong (章能容), commented on the Group's results: **“The Group's positive momentum from the first half of 2019 continued into the third quarter. As we build up the number of slate deals entered into with established partners from across the region, we are seeing greater interest by filmmakers to collaborate with us in markets like Hong Kong and Taiwan, as well as an increasing number of productions commissioned by international content distributors. As a result, we are confident in maintaining a healthy pipeline of high-quality regional projects for the next 12 to 18 months.”**



3Q2019 Financial Review

Revenue rose 41.3% to S\$74.1 million in 3Q2019 from S\$52.4 million in the third quarter period ended 31 December 2017 (“**3Q2018**”), contributed mainly by the cinema business acquired in the same period. This growth in revenue was also a result of the Group’s expanding core business, and event production and concert promotion business.

Gross profit increased by S\$6.5 million or 27.8% year-on-year, in tandem with the growth in revenue.

Administrative expenses increased by 31.9% to S\$18.8 million in 3Q2019, mainly due to higher employee costs, depreciation charges, utilities and rental expenses incurred by the expanded cinema business.

The increase of S\$3.1 million in finance expenses in 3Q2019 was due to additional borrowings and the issuance of medium term notes in the fourth quarter period ended 31 March 2018 (“**4Q2018**”) by the Group, along with the issuance of convertible bonds and notes by its subsidiary in the same period.

As a result, the Group’s net profit decreased 31.2% year-on-year to S\$4.7 million.

Moving Forward

Executive Chairman of mm2 Asia, Mr Melvin Ang (洪伟才), commented: ***“Our Group continues to implement the strategy of integrating and synergising our content and out-of-home entertainment (“OOHE”) platforms. In addition, we are constantly embracing various media technologies in today’s digital age to better reach out to, and connect with our consumers. Most notably, in 2019 and beyond, we expect to see positive growth in our event production and promotion businesses with a strong pipeline of concerts and family entertainment shows across the region. Also, as traditional media value chains reorganise themselves and consumer spending on OOHE increases, we are looking for ways to leverage our core content creation capabilities, and restructure our OOHE platform-based businesses, led by UnUsUaL, Vividthree and mm2, represented by our core business and cinema business, to collectively enhance our consumer experience in different markets.”***



- End of Press Release -

Note to media Please read this press release in conjunction with the Company's announcement released on SGXnet on the same date.

About mm2 Asia Ltd.

Headquartered in Singapore, mm2 Asia Ltd. champions "Content and Media for Asia", with businesses in the production and distribution of film, TV and online content, post-production, cinema operation, event production and concert promotion in Singapore, Malaysia, Hong Kong, Taiwan, China and the U.S.

Since being listed on the SGX Catalist in December 2014, mm2 Asia has strengthened its competitive advantage through its acquisition of a majority stake in an award-winning Singaporean 3D animation company, Vividthree Productions (SGX stock code: OMK), and event-and-concert production company, UnUsUaL Limited (SGX stock code: 1D1). With the establishment of mmCineplexes and the acquisition of Cathay Cineplexes Pte Ltd, mm2 Asia is currently one of the key cinema operators in Malaysia and Singapore.

On 7 August 2017, mm2 Asia successfully transferred to the SGX-ST Mainboard (SGX stock code: 1B0), becoming the first Singaporean film production company to achieve this.

For more information, please visit <http://www.mm2asia.com>

For investor relations matters, please kindly email ir@mm2asia.com

Investor Relations Representative

**Media Contact &
Investor Relations
Contact**

: [Ms Emily Choo | emily@gem-comm.com](mailto:emily@gem-comm.com)