

CMO 0258-2024

August 27, 2024

Subject: Report on Guidelines and Corrective Actions in the case of "CS" sign
To: President
The Stock Exchange of Thailand

CMO Public Company Limited (the "**Company**") would like to inform that the Company has held a Meeting to report on guidelines for resolving the incident. To provide information to shareholders, investors, and related parties (Public Presentation) that the Company's securities are marked with a "CS" sign because of the auditor's disclaimer of conclusion that was not caused by the limited auditing scope. The Company has organized a Public Presentation meeting to provide information and explain the situation to shareholders and investors by holding the meeting via electronic media (E-Meeting) on August 27, 2024, at 2.15-3.15 p.m., which can be viewed via the C-Update channel of the Stock Exchange of Thailand and on YouTube of the Stock Exchange of Thailand following this link: <https://listed-company-presentation.setgroup.or.th/en/vdo/8012>

The Company would like to report a summary of the basis of the auditor's disclaimer of conclusion as follows:

1. The uncertainty regarding the potential outcome of the legal cases filed against the Group, as described in Note 25.1 to the financial statements, represents a significant uncertainty that could further impact the Group's financial statements.
2. The Group has experienced operating losses for several years, and as of June 30, 2024, the Group's current liabilities exceeded its current assets by 230 million baht on a consolidated basis and by 167 million baht on a separate financial statement basis.

The Company has prepared a plan to solve this issue. Regarding the legal case, the Company has appointed legal counsel and submitted a statement to the court to contest the case. The court scheduled a witness examination on July 17, 2024, during which the Company successfully presented its witnesses. The management and legal advisors of the Company have confidence in the justice system. The court has graciously scheduled the hearing for the verdict on September 24, 2024.

For the issue of the Group's operating losses and its current liabilities exceeding current assets, the Company has adjusted its business strategy this year by focusing on the event business, which is one of its strengths. In the second quarter of 2024, the Company saw improved performance and could collect receivables more quickly. As a result, the Company continues to maintain sufficient cash flow from its operations.

However, to mitigate risks, the Company has prepared a plan to secure funding sources to enhance its liquidity through long-term financing, ensuring it does not impact current liabilities. The funding sources deemed suitable for the situation are as follows:

1. Fund - At the Board of Directors meeting no. 7/2024 held on May 15, 2024, the meeting resolved to approve the management study of procuring funds to be used as a source of reserve funds for the Company. At this time, the management team is in the process of studying the information.
2. Capital increase shares - The Company may consider presenting to the Board of Directors and shareholders a proposal to issue additional common shares and offer them to interested investors.

Furthermore, the management and all employees are fully committed to increasing revenue by providing comprehensive services to clients, from conceptual design and event planning to create interactive media presentations and offering rental services for audio-visual equipment, including lighting and sound. All these efforts aim to ensure the successful execution of events according to their objectives. Currently, the Company is actively bidding on several projects from both government and private sectors. This presents an opportunity for the Company to achieve its growth target this year.

Please be informed accordingly.


Yours sincerely,

(Mr.Kitisak Jumgathippong)

Chief Executive Officer

CMO Public Company Limited