

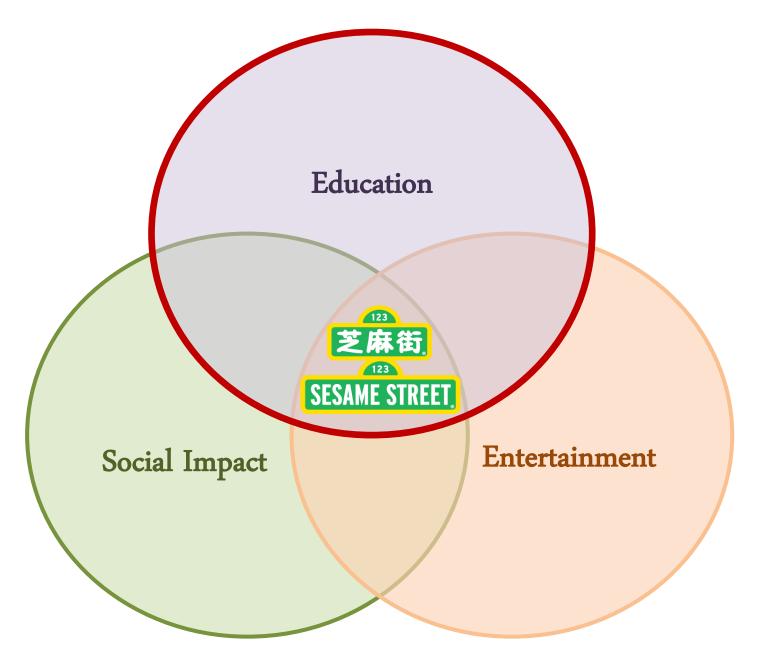
#### Introduction

- Sesame has had a long history in the Chinese market
  - In 1983, we co-produced the seminal one-hour special "Big Bird Goes to China" with CCTV
  - We followed this with major TV co-productions including: "Zhima Jie" (1998), "I Love Science" (1998), "1-2-3-4-5" (1999) and "Big Bird Looks at the World" (2010) etc.

- In 2013, we opened a local office in Shanghai with the goal of building a self-sustaining business
  - We believed that the major opportunity was in pre-school education
  - While TV would deliver reach and brand presence it would not be the key driver of the business



## Education is our point of differentiation in China





## We are building an ecosystem with TV as a part of it, but not at the center



## The ecosystem falls into three categories







We have successfully built relationships with the top national and regional broadcasters with greatest reach

National



• 96% of the nation

Regional



- Based in Hunan
- 600 mm audience
- > 160 cities



- Based in Beijing
- 600 mm audience
- > 70 cities



- Based in Shanghai
- 300 mm audience
- > 30 cities



- Based in Jiangsu
- 400 mm audience
- > 160 cities



- Based in Guangdong
- 300 mm audience
- > 40 cities

Provincial-level



Tianjin



Fujian



Shandong



四川电视台

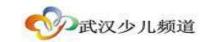
Sichuan

City-level













Shanghai

Guangzhou

Shenzhen

Wuhan

Chengdu

Hangzhou

We have also re-established our partnership with CCTV by co-producing two highly-rated Chinese New Year Specials (2014 & 2015)



We have also launched Sesame Street branded blocks with video content on China's top digital platforms



- Biggest by monthly viewers:
  ~315 mm
- Best pre-school online VOD



- OTT service by Alibaba
- Connected to T-mall Store





- ~312 mm monthly viewers
- Youtube model
- Video connected with E-Commerce



- China's largest IPTV platform
- >20 mm households
- 18 provinces



- ~302 mm monthly views
- Largest internet service portal
- Also partnering with its Children's Portal
- Strong user base for crosspromotions



- Strategic content portal by China Media Capital (CMC)
- Backed by Alibaba and Tencent



#### An active presence on China's key social media sites drives viewership









We are partnering with China's leading magazine for preschoolers with cutting-edge educational concepts



















# **Engage**

Our first themed shopping mall promotion in Beijing at Aegean Mall had tremendous success and paved the path for future expansion of our location-based entertainment business



## **Engage**

#### The national live show tour will return to China in 2016

- "Elmo's Green Thumb" tour during 2012
- "Elmo's Super Hero" tour during 2013-14
- Reached major 1<sup>st</sup> and 2<sup>nd</sup> cities including: Beijing, Shanghai, Shenzhen, Xi'an, Chongqing and so on
- 2016 national tour in discussion







## Engage

The MetLife Foundation has funded "Dream, Save, Do", a financial empowerment initiative

- Providing children and adults with language for financial literacy discussions along with effective strategies for spending, saving, sharing and donating.
  - → Awareness: Use mass media to reach young children and families throughout China
  - → Engage: Community activities in Shanghai, Beijing, Xi'An, Guiyang, Chengdu and Suzhou
  - → Change: Classroom activities in community centers and kindergartens







#### Learn

#### Sesame Street English centers are expanding rapidly

- 150 centers
- 67 cities throughout China with major focus on 1<sup>st</sup> and 2<sup>nd</sup> tier cities: Beijing, Shanghai, Guangzhou, Shenzhen, Tianjin, Hangzhou, Suzhou, Zhuhai, Chengdu, Wuhan, Xi'an, Hefei, and so on.





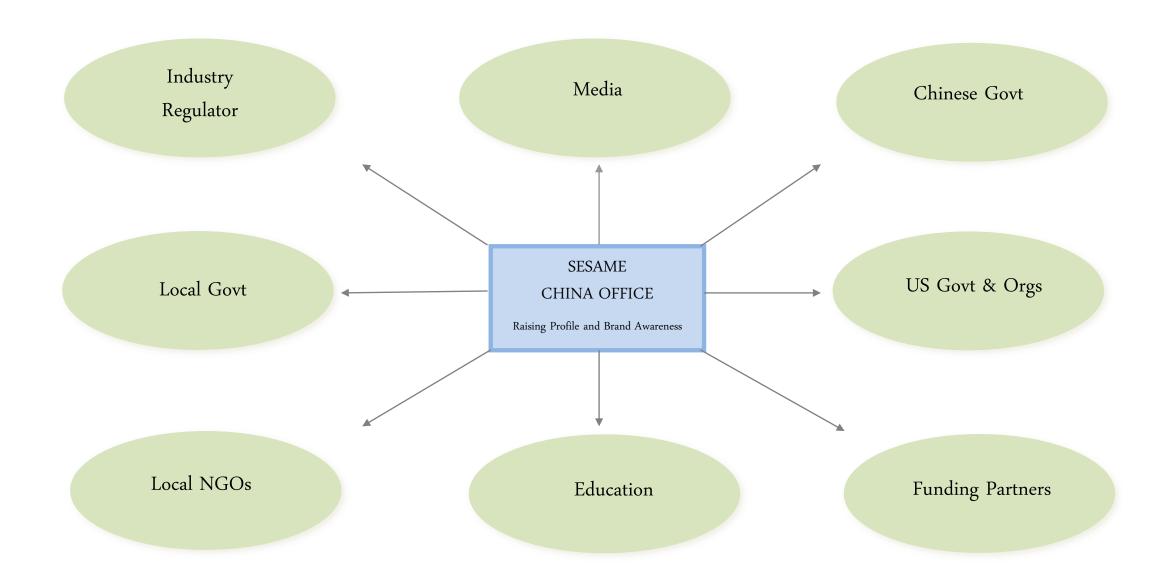








As a unique platform, Sesame connects with local stakeholders that have resources and access to support the growth of our business



Thank You!





