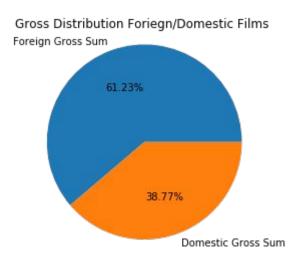
Microsoft Studios

Forging a New Horizon

Average's At Home & Abroad

- Foreign Markets build on successes of domestic success
- Recommendation: If a movie is successful in the domestic zone we should look into sending that film into the foreign markets.



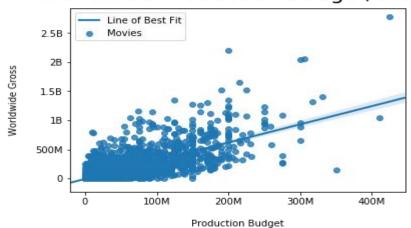
Movies - Production & Gross Worldwide

- Data from 'The Numbers'
- Oldest movies from left to right

- Recommendation:
 - Whatever you are targeting to make

Don't exceed more than half that in your budget

Worldwide Production Budget/Gross



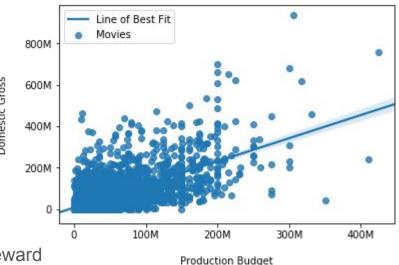
Movies - Production & Gross Domestic

 Budget success is tighter for domestic Production

Recommendation:
Again, don't exceed more than half
What you would like to earn
AND be cautious when passing
200M in production

These would be great for high risk/high reward

Domestic Production Budget/Gross

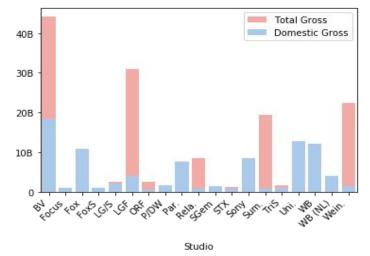


What Studio's To Model After

Recommendations for High Risk/High Reward

- Foreign & International Markets
 - Buena Vista
 - Lionsgate
 - Weinstein
- Domestic Markets
 - Buena Vista
 - Fox
 - Paramount
 - Universal
 - Warner Bros.

Studios Total Gross Vs. Domestic



Studios filtered by over 500M budget

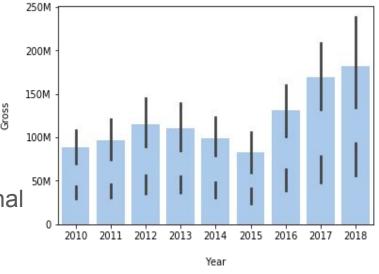
What we Spend, What We Can Expect To Make

- Positive Growth!
- Tighter margins at home
 - But if successful

Recommendation:

Push successful films to international audiences and ride that success all the way home!

Domestic & Worldwide Gross Over Last Decade



Conclusion

- Don't go over budget, anything past 200M would be entering high risk/high reward.
 - Probably best saved for established franchises and sequels people are hyped to see

- If a movie is successful in the domestic sector you can push that success higher in the international market
 - Especially if the movie is being produced by Buena Vista, Weinstein, and Lionsgate

Future Work

- Take a deeper dive into individuals that impact these decisions
 - Have other studios had success with these individuals?
 - Is there success a positive trend?

- Do critics or audiences opinions matter
 - Whose opinion matters more when helping a film become successful

- How to avoid pitfalls of the "DC Syndrome" Vs. "Marvel Success"
 - Explore the deeper relationship within studios, individuals, and timing to avoid this.

Thank You

Thank you for your time ladies and gentlemen