

ANNOUNCEMENT OF LAWSUIT AGAINST GUNNAR RYAN WIIK

Reference is made to the Shareholder Update from WR Entertainment ASA dated 12 May 2017, where it was disclosed that the company was investigating the nature of certain transfers to Gunnar Ryan Wiik of treasury shares in the Company's subsidiary WR Films Entertainment Group, Inc. ("WR Inc.").

Following the conclusion of a thorough investigation by external counsel into WR Inc.'s share distributions and finances, on June 19, 2017 PST WR Inc.'s attorney in the United States, Marvin Putnam of Latham and Watkins LLP, filed a complaint against Gunnar Ryan Wiik in the Superior Court of California, County of Los Angeles. The complaint details allegations concerning Wiik's exploitation of his position of trust and control at WR Inc., which he abused to fraudulently take almost 19 million shares that belonged to WR Inc. for his personal benefit, as well as to fraudulently claim hundreds of thousands of dollars from WR Inc. that he was not owed.

The complaint contains the following causes of action:

1. Fraud (Intentional Misrepresentation);
2. Fraud (Concealment);
3. Fraud (Negligent Misrepresentation);
4. Breach of Fiduciary Duty;
5. Conversion;
6. Breach of Contract; and
7. Unjust Enrichment.

The allegations in the complaint relating to Wiik's wrongful acquisition of WR Inc.'s shares concern a series of share transactions in 2013. As detailed in the complaint, in 2013 WR Inc.'s founders planned to recapitalize WR Inc. by letting it acquire shares from its founders that it could then sell to investors. As a part of that plan, in spring 2013 WR Inc. successfully acquired from Steinar Larsen and Otto Holm-Johnsen almost nine million shares for a fraction of their market value. Similarly, in the summer of 2013 four founders based in the United States relinquished to WR Inc. almost ten million shares. In total, the two sets of shares had a market value of over \$4 million. However, instead of WR Inc. selling those shares for its recapitalization, Wiik took them for himself. This lawsuit seeks to recover those shares from Wiik or to require Wiik to pay WR Inc. damages to compensate it for its loss.

WR Inc.'s allegations with respect to Wiik's wrongful reimbursement concern his submission to WR Inc. of a minimum of \$873,999 of receipts between 2012 and 2016. When he submitted those receipts, Wiik claimed that they were legitimate expenses pursuant to an agreement that he had with WR Inc., and WR Inc. duly reimbursed him. However, an overwhelming number of those receipts, totaling at least \$202,837, were personal expenses for which WR Inc. was not liable or expenses for which Wiik already had been reimbursed. This lawsuit seeks to recover from Wiik the amounts paid to him by WR Inc. for those illegitimate receipts and to determine whether WR Inc. owes Wiik any money for any unpaid reimbursements, as Wiik claims it does.

While the Company hopes that this matter will be brought to a swift conclusion, it is prepared to do everything within its power and the power of the law to seek justice for itself and for those that have been harmed by Wiik's actions.

For all enquiries, please email shareholder@widerelease.com

June 20, 2017
WR Entertainment ASA