



SPRING ART HOLDINGS BERHAD

COMPANY NO: 201801016143 (1278159-A)

**UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THIRD QUARTER ENDED 30 SEPTEMBER 2019**

SPRING ART HOLDINGS BERHAD
COMPANY NO: 201801016143 (1278159-A)
UNAUDITED CONDENSED CONSOLIDATED
STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2019 (a)

	Unaudited As At 30.09.2019 RM'000	Unaudited As At 30.09.2018 (b) RM'000
ASSETS		
Non-current asset		
Property, plant and equipment	33,671	N/A
Total non-current asset	<u>33,671</u>	<u>N/A</u>
Current Assets		
Inventories	8,084	N/A
Trade receivables	5,787	N/A
Other receivables	2,850	N/A
Cash and bank balances	3,867	N/A
Fixed deposits with licensed bank	1,401	N/A
Total current assets	<u>21,989</u>	<u>N/A</u>
TOTAL ASSETS	<u>55,660</u>	<u>N/A</u>
EQUITY AND LIABILITIES		
EQUITY		
Equity attributable to owners of the Company:-		
Share capital	31,800	N/A
Revaluation Reserve	7,306	N/A
Merger Deficit	(31,300)	
Retained profit	34,463	N/A
Total equity	<u>42,269</u>	<u>N/A</u>
LIABILITIES		
Non-current Liabilities		
Borrowings	613	N/A
Deferred tax liabilities	2,848	N/A
Total non-current liabilities	<u>3,461</u>	<u>N/A</u>
Current Liabilities		
Trade payables	3,206	N/A
Other payables	472	N/A
Derivatives financial instruments	92	N/A
Borrowings	5,732	N/A
Tax payable	428	N/A
Total current liabilities	<u>9,930</u>	<u>N/A</u>
Total liabilities	<u>13,391</u>	<u>N/A</u>
TOTAL EQUITY AND LIABILITIES	<u>55,660</u>	<u>N/A</u>
Net asset per share (RM)	0.13	N/A

Notes:

- (a) The basis of preparation of the Unaudited Condensed Consolidated Statement of Financial Position are disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus dated 16 October 2019 and the accompanying explanatory notes attached to this interim financial report.
- (b) This is the first interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding quarter as no interim financial report was prepared for the comparative financial period concerned.
- (c) Based on the share capital of 318,000,000 shares as at 19 June 2019.

N/A – Not applicable



SPRING ART HOLDINGS BERHAD
COMPANY NO: 201801016143 (1278159-A)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019 (a)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30.09.2019 RM'000	Preceding Year Corresponding Quarter 30.09.2018 (b) RM'000	Current Year -To-Date 30.09.2019 RM'000	Preceding Year Corresponding Period 30.09.2018 (b) RM'000
Revenue	16,450	N/A	44,146	N/A
Cost of Sales	(11,244)	N/A	(30,868)	N/A
Gross Profit ("GP")	5,206	N/A	13,278	N/A
Other income	234	N/A	404	N/A
Selling and distribution expenses	(567)	N/A	(1,643)	N/A
Administrative expenses	(865)	N/A	(2,436)	N/A
Other expenses	(181)	N/A	(363)	N/A
Finance costs	(72)	N/A	(234)	N/A
Profit before tax ("PBT")	3,755	N/A	9,006	N/A
Tax expense	(702)	N/A	(1,790)	N/A
Profit after tax ("PAT")	3,053	N/A	7,216	N/A
Other comprehensive income net of tax	42	N/A	125	N/A
Total comprehensive income for the financial period	3,095	N/A	7,341	N/A
Profit for the financial period attributable to :				
Owners of the Company	3,053	N/A	7,216	N/A
	3,053	N/A	7,216	N/A
Total comprehensive income for the financial period attributable to :				
Owners of the Parent	3,095	N/A	7,341	N/A
	3,095	N/A	7,341	N/A
Basic earnings per share (in sen) (c)	2.51	N/A	5.94	N/A
Diluted earnings per share (in sen) (d)	2.51	N/A	5.94	N/A

Notes:

- (a) The basis of preparation of the Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus dated 16 October 2019 and the accompanying explanatory notes attached to this interim financial report.
- (b) This is the first interim financial report announced in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Listing Requirements") ("Bursa Securities"). There are no comparative figures for the preceding quarter and period-to-date available as no interim financial report was prepared for the comparative financial period concerned.
- (c) Basic earnings per share is calculated based on the share capital of 317,999,800 shares as the share sales agreement ("SSA") referred to in A7 below has been completed on 31 July 2019.
- (d) Diluted earnings per share of the Company for the individual quarter ended 30 September 2019 and year-to-date ended 30 September 2019 is equivalent to the basic earnings per share as the Company does not have any convertible options as at the end of the reporting period.

N/A – Not applicable

SPRING ART HOLDINGS BERHAD
COMPANY NO: 201801016143 (1278159-A)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019 (a) (b)

	Non-distributable			Distributable	Total Equity RM'000
	Share Capital RM'000	Revaluation reserve RM'000	Merger reserve RM'000	Retained Profit RM'000	
Balance as at 1 January 2019	500	7,431	-	28,122	36,053
Net profit for the financial period	-	-		7,216	7,216
Realisation of revaluation reserve upon depreciation of revalued assets	-	(125)	-	125	-
Transactions with owners:-					
Dividend paid	-	-	-	(1,000)	(1,000)
Effect arising from merger method of accounting	31,300	-	(31,300)	-	-
Balance as at 30 September 2019	31,800	7,306	(31,300)	34,463	42,269

Notes:

- (a) The basis of preparation of the Unaudited Condensed Consolidated Statement of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus dated 16 October 2019 and the accompanying explanatory notes attached to
- (b) This is the first interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding quarter available as no interim financial report was prepared for the comparative financial period concerned.
- (c) The share capital as at 1 January 2019 is RM20.

SPRING ART HOLDINGS BERHAD
COMPANY NO: 201801016143 (1278159-A)
UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019 (a)

	CUMULATIVE QUARTER	
	Current Year -To-Date 30.09.2019	Preceding Year Corresponding Period 30.09.2018 (b)
	RM'000	RM'000
Cash flows from operating activities		
Profit before tax	9,006	N/A
Adjustments for :		
Depreciation of property, plant and equipment	1,383	N/A
Fair value loss on derivative financial instruments	109	N/A
Finance costs	234	N/A
Interest income	(63)	N/A
Unrealised foreign exchange gain	(8)	N/A
Operating cash flows before changes in working capital	<u>10,661</u>	N/A
Increase in inventories	(1,307)	N/A
Increase in trade and other receivables	(2)	N/A
Decrease in trade and other payables	(592)	N/A
Cash generated from operations	<u>8,760</u>	N/A
Income tax paid	(1,558)	N/A
Interest paid	(234)	N/A
Net cash from operating activities	<u>6,968</u>	N/A
Cash flows from investing activities		
Purchase of property, plant and equipment	(3,996)	N/A
Interest received	63	N/A
Net cash used in investing activities	<u>(3,933)</u>	N/A
Cash flows from financing activities		
Dividend paid	(1,000)	N/A
Repayment of Term Loans	(433)	N/A
Net cash flows from financing activities	<u>(1,433)</u>	N/A
Net increase in cash and cash equivalents	1,602	N/A
Effect of exchange rate changes on cash and cash equivalents	(7)	N/A
Cash and cash equivalents at beginning of financial year	3,672	N/A
Cash and cash equivalents at end of financial year	<u><u>5,267</u></u>	<u><u>N/A</u></u>
Cash and cash equivalents included in the cash flow statements comprise the followings:		
Bank and cash balances	3,866	N/A
Fixed deposits with a licensed bank	1,401	N/A
	<u><u>5,267</u></u>	<u><u>N/A</u></u>

Notes:

- (a) The basis of preparation of the Unaudited Condensed Consolidated Statement of Cash Flows are disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus dated 16 October 2019 and the accompanying explanatory notes attached to this interim financial report.
- (b) This is the first interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding period-to-date available as no interim financial report was prepared for the comparative financial period concerned.

N/A – Not applicable