



SPRING ART HOLDINGS BERHAD

COMPANY NO: 201801016143 (1278159-A)

**UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR FIRST QUARTER ENDED 31 MARCH 2020**

SPRING ART HOLDINGS BERHAD
COMPANY NO: 201801016143 (1278159-A)
UNAUDITED CONDENSED CONSOLIDATED
STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2020 (a)

	Unaudited As At 31.03.2020 RM'000	Audited As At 31.12.2019 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	24,308	24,515
Right-of-use assets	10,222	8,773
Total non-current assets	<u>34,530</u>	<u>33,288</u>
Current Assets		
Inventories	8,321	7,479
Trade receivables	4,626	4,394
Other receivables	2,639	3,657
Derivatives financial instruments	-	145
Short term investments	18,189	18,061
Fixed deposits with licensed bank	9,623	11,501
Cash and bank balances	5,003	3,395
Total current assets	<u>48,401</u>	<u>48,632</u>
TOTAL ASSETS	<u>82,931</u>	<u>81,920</u>
EQUITY AND LIABILITIES		
EQUITY		
Equity attributable to owners of the Company:-		
Share capital	54,754	54,754
Revaluation reserve	7,223	7,264
Merger deficit	(31,300)	(31,300)
Retained profits	35,349	33,279
Total equity	<u>66,026</u>	<u>63,997</u>
LIABILITIES		
Non-current Liabilities		
Borrowings	5,393	5,560
Lease liabilities	892	20
Deferred tax liabilities	3,033	2,966
Total non-current liabilities	<u>9,318</u>	<u>8,546</u>
Current Liabilities		
Trade payables	3,934	4,631
Other payables	1,594	3,550
Derivatives financial instruments	308	-
Borrowings	645	633
Lease liabilities	715	78
Tax payable	391	485
Total current liabilities	<u>7,587</u>	<u>9,377</u>
Total liabilities	<u>16,905</u>	<u>17,923</u>
TOTAL EQUITY AND LIABILITIES	<u>82,931</u>	<u>81,920</u>
Net asset per share (RM) (b)	0.16	0.15

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 Group's annual audited financial statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to this interim financial report.
- (b) Net assets per ordinary share is calculated based on the Company's number of ordinary shares at the end of the reporting period which is 415,687,000 shares.



SPRING ART HOLDINGS BERHAD
COMPANY NO: 201801016143 (1278159-A)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 31 MARCH 2020 (a)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Unaudited Current Year Quarter 31.03.2020 RM'000	Unaudited Preceding Year Corresponding Quarter 31.03.2019 (b) RM'000	Unaudited Current Year -To-Date 31.03.2020 RM'000	Unaudited Preceding Year -To-Date 31.03.2019 (b) RM'000
Revenue	16,195	N/A	16,195	N/A
Cost of Sales	(11,974)	N/A	(11,974)	N/A
Gross Profit ("GP")	4,221	N/A	4,221	N/A
Other income	482	N/A	482	N/A
Selling and distribution expenses	(454)	N/A	(454)	N/A
Administrative expenses	(1,307)	N/A	(1,307)	N/A
Other expenses	(453)	N/A	(453)	N/A
Finance costs	(78)	N/A	(78)	N/A
Profit before tax ("PBT")	2,411	N/A	2,411	N/A
Tax expense	(382)	N/A	(382)	N/A
Profit after tax ("PAT")	2,029	N/A	2,029	N/A
Other comprehensive income net of tax: - Items that will not reclassified subsequently to profit or loss	-	N/A	-	N/A
Realisation of revaluation reserve upon depreciation of revalued assets	41	N/A	41	N/A
Transfer of revaluation reserve to retained earnings	(41)	N/A	(41)	N/A
	-	N/A	-	N/A
Total comprehensive income for the financial period	2,029	N/A	2,029	N/A
Profit for the financial period attributable to :				
Owners of the Company	2,029	N/A	2,029	N/A
	2,029	N/A	2,029	N/A
Total comprehensive income for the financial period attributable to :				
Owners of the Parent	2,029	N/A	2,029	N/A
	2,029	N/A	2,029	N/A
Basic earnings per share (in sen) (c)	0.49	N/A	0.49	N/A
Diluted earnings per share (in sen) (d)	0.49	N/A	0.49	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 Group's annual audited financial statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to this interim financial report.
- (b) This is the third interim financial report announced in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities Listing Requirements"). There are no comparative figures for the preceding individual and cumulative quarter available.
- (c) Basic earnings per share is calculated based on the Company's number of ordinary shares at the end of the reporting period which is 415,687,000 shares.
- (d) Diluted earnings per share of the Company for the individual quarter ended 31 March 2020 and year-to-date ended 31 March 2020 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 FIRST QUARTER ENDED 31 MARCH 2020 (a)

	Non-distributable			Distributable	
	Share Capital RM'000	Revaluation reserve RM'000	Merger reserve RM'000	Retained Profits RM'000	Total Equity RM'000
	Preceding Year				
Balance as at 1 January 2019	500	7,431	-	28,123	36,054
Total comprehensive income for the financial year	-	-	-	8,069	8,069
Realisation of revaluation reserve upon depreciation of revalued assets	-	(167)	-	167	-
Transactions with owners:-					
Dividend paid	-	-	-	(3,080)	(3,080)
Issue of ordinary shares	24,422	-	-	-	24,422
Share issuance expenses	(1,468)	-	-	-	(1,468)
Issuance of shares pursuant to acquisition of subsidiary company	31,800	-	-	-	31,800
Acquisition of subsidiary company	(500)	-	(31,300)	-	(31,800)
Balance as at 31 December 2019 (Audited)	54,754	7,264	(31,300)	33,279	63,997
Total comprehensive income for the financial period	-	-	-	2,029	2,029
Realisation of revaluation reserve upon depreciation of revalued assets	-	(41)	-	41	-
Balance as at 31 March 2020 (Unaudited)	54,754	7,223	(31,300)	35,349	66,026

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 Group's annual audited financial statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to this interim financial report.

SPRING ART HOLDINGS BERHAD
COMPANY NO: 201801016143 (1278159-A)
UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 31 MARCH 2020 (a)

	CUMULATIVE QUARTER	
	Unaudited Current Year -To-Date 31.03.2020	Unaudited Preceding Year -To-Date 31.03.2019
	RM'000	RM'000
Cash flows from operating activities		
Profit before tax	2,411	N/A
Adjustments for :		
Depreciation of property, plant and equipment	435	N/A
Depreciation of right-of-use assets	183	N/A
Fair value loss on derivative financial instruments	453	N/A
Finance costs	78	N/A
Interest income	(190)	N/A
Unrealised foreign exchange gain	(120)	N/A
Operating cash flows before changes in working capital	<u>3,250</u>	<u>N/A</u>
Increase in inventories	(842)	N/A
Decrease in trade and other receivables	837	N/A
Decrease in trade and other payables	(2,659)	N/A
Cash generated from operations	<u>586</u>	<u>N/A</u>
Income tax paid	(408)	N/A
Interest paid	(78)	N/A
Net cash from operating activities	<u>100</u>	<u>N/A</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	(228)	N/A
Interest received	190	N/A
Net cash used in investing activities	<u>(38)</u>	<u>N/A</u>
Cash flows from financing activities		
Payment of principal portion of lease liabilities	(123)	N/A
Repayment of term loans	(154)	N/A
Net cash used in financing activities	<u>(277)</u>	<u>N/A</u>
Net decrease in cash and cash equivalents	(215)	N/A
Effect of exchange rate changes on cash and cash equivalents	73	N/A
Cash and cash equivalents at beginning of financial period	32,957	N/A
Cash and cash equivalents at end of financial period	<u><u>32,815</u></u>	<u><u>N/A</u></u>
Cash and cash equivalents included in the cash flow statements comprise the followings:		
Cash and bank balances	5,003	N/A
Fixed deposits with a licensed bank	9,623	N/A
Money market fund	18,189	N/A
	<u><u>32,815</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 Group's annual audited financial statements for the year ended 31 December 2019 and the accompanying explanatory notes attached to this interim financial report.