



**SPRING ART HOLDINGS BERHAD**

**COMPANY NO: 201801016143 (1278159-A)**

**UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR FOURTH QUARTER ENDED 31 DECEMBER 2020**

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

	Unaudited As At 31.12.2020 RM'000	Audited As At 31.12.2019 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	28,615	24,515
Right-of-use assets	13,374	8,773
<b>Total non-current assets</b>	<u>41,989</u>	<u>33,288</u>
<b>Current Assets</b>		
Inventories	13,023	7,479
Trade receivables	3,016	4,394
Other receivables	2,884	3,657
Derivatives financial instruments	234	145
Short term investments	19,160	18,061
Fixed deposits with licensed bank	5,600	11,501
Cash and bank balances	7,154	3,395
<b>Total current assets</b>	<u>51,071</u>	<u>48,632</u>
<b>TOTAL ASSETS</b>	<u><b>93,060</b></u>	<u><b>81,920</b></u>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
<b>Equity attributable to owners of the Company:-</b>		
Share capital	54,754	54,754
Revaluation reserve	10,117	7,264
Merger deficit	(31,300)	(31,300)
Retained profits	39,953	33,279
<b>Total equity</b>	<u>73,524</u>	<u>63,997</u>
<b>LIABILITIES</b>		
<b>Non-current Liabilities</b>		
Borrowings	4,851	5,560
Lease liabilities	2,322	20
Deferred tax liabilities	4,055	2,966
<b>Total non-current liabilities</b>	<u>11,228</u>	<u>8,546</u>
<b>Current Liabilities</b>		
Trade payables	4,803	4,631
Other payables	1,927	3,550
Borrowings	692	633
Lease liabilities	623	78
Tax payable	263	485
<b>Total current liabilities</b>	<u>8,308</u>	<u>9,377</u>
<b>Total liabilities</b>	<u>19,536</u>	<u>17,923</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><b>93,060</b></u>	<u><b>81,920</b></u>
<b>Net asset per share (RM) (b)</b>	<b>0.18</b>	<b>0.15</b>

**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 FOURTH QUARTER ENDED 31 DECEMBER 2020 (a)**

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	Unaudited Current Year Quarter 31.12.2020 RM'000	Audited Preceding Year Corresponding Quarter 31.12.2019(b) RM'000	Unaudited Current Year -To-Date 31.12.2020 RM'000	Audited Preceding Year Corresponding Period 31.12.2019(b) RM'000
Revenue	15,335	17,285	54,412	61,431
Cost of Sales	(13,293)	(12,715)	(41,771)	(43,582)
<b>Gross Profit ("GP")</b>	<b>2,042</b>	<b>4,570</b>	<b>12,641</b>	<b>17,849</b>
Other income	1,410	311	1,834	343
Selling and distribution expenses	(507)	(451)	(1,665)	(2,094)
Administrative expenses	(1,042)	(2,792)	(4,064)	(5,229)
Other expenses	(107)	(129)	(142)	(120)
Finance costs	(127)	(75)	(340)	(308)
<b>Profit before tax ("PBT")</b>	<b>1,669</b>	<b>1,434</b>	<b>8,264</b>	<b>10,441</b>
Tax expense	(396)	(582)	(1,762)	(2,373)
<b>Profit after tax ("PAT")</b>	<b>1,273</b>	<b>852</b>	<b>6,502</b>	<b>8,068</b>
<b>Other comprehensive income net of tax: - Items that will not reclassified subsequently to profit or loss</b>	<b>3,025</b>	<b>-</b>	<b>3,025</b>	<b>-</b>
Revaluation of land and buildings	3,025	-	3,025	-
Realisation of revaluation reserve upon depreciation of revalued assets	47	42	172	166
Transfer of revaluation reserve to retained earnings	(47)	(42)	(172)	(166)
	-	-	-	-
<b>Total comprehensive income for the financial period</b>	<b>4,297</b>	<b>852</b>	<b>9,527</b>	<b>8,068</b>
<b>Profit for the financial period attributable to :</b>				
Owners of the Company	1,273	852	6,502	8,068
	<b>1,273</b>	<b>852</b>	<b>6,502</b>	<b>8,068</b>
<b>Total comprehensive income for the financial period attributable to :</b>				
Owners of the Parent	4,297	852	9,527	8,068
	<b>4,297</b>	<b>852</b>	<b>9,527</b>	<b>8,068</b>
Basic earnings per share (in sen) (c)	0.31	0.46	1.56	4.35
Diluted earnings per share (in sen) (d)	0.31	0.46	1.56	4.35

**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) Basic earnings per share is calculated based on enlarged share capital of 318,000,000 shares before our IPO. Diluted EPS of the Company for the individual quarter ended 31 December 2019 and period-to-date 31 December 2019 is equivalent to the basic earnings per share as the Company does not have any convertible options as at the end of 31 December 2019.
- (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 December 2020 and year-to-date ended 31 December 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.

**SPRING ART HOLDINGS BERHAD**  
**COMPANY NO: 201801016143 (1278159-A)**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE THIRD QUARTER ENDED 31 DECEMBER 2020 (a)**

	Non-distributable		Distributable		Total Equity RM'000
	Share Capital RM'000	Revaluation reserve RM'000	Merger reserve RM'000	Retained Profits RM'000	
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	-
<b>Transactions with owners:-</b>					
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)
<b>Balance as at 31 December 2019 (Audited)</b>	<b>54,754</b>	<b>7,264</b>	<b>(31,300)</b>	<b>33,279</b>	<b>63,997</b>
Total comprehensive income for the financial period	-	3,025	-	6,502	9,527
Realisation of revaluation reserve upon depreciation of revalued assets	-	(172)	-	172	-
<b>Transactions with owners:-</b>					
Dividend paid	-	-	-	-	-
<b>Balance as at 31 December 2020 (Unaudited)</b>	<b>54,754</b>	<b>10,117</b>	<b>(31,300)</b>	<b>39,953</b>	<b>73,524</b>

**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 FOURTH QUARTER ENDED 31 DECEMBER 2020 (a)**

	<b>CUMULATIVE QUARTER</b>	
	<b>Unaudited Current Year -To-Date 31.12.2020  RM'000</b>	<b>Audited Preceding Year Corresponding Period 31.12.2019  RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	8,264	10,441
Adjustments for :		
Depreciation of property, plant and equipment	1,826	1,725
Depreciation of right-of-use assets	864	295
Fair value (gain)/loss on derivative financial instruments	(89)	(128)
Revaluation (gain) / loss on property, plant and equipment	(949)	N/A
Rent concession for lease liabilities	(25)	N/A
(Gain)/loss on disposal of property, plant & equipments	(161)	N/A
Finance costs	340	308
Interest income	(592)	(178)
Unrealised foreign exchange loss/ (gain)	126	120
Operating cash flows before changes in working capital	<u>9,604</u>	<u>12,582</u>
Increase in inventories	(5,544)	(701)
Increase in trade and other receivables	2,167	638
Decrease in trade and other payables	632	1,725
<b>Cash generated from operations</b>	<u>6,859</u>	<u>14,244</u>
Income tax paid	(1,743)	(1,974)
Interest paid	(340)	(308)
<b>Net cash generated from operating activities</b>	<u>4,776</u>	<u>11,962</u>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(3,127)	(4,074)
Proceeds from disposal of property, plant and equipment	163	N/A
Investment in other investments	(1,099)	(18,061)
Interest received	592	178
<b>Net cash used in investing activities</b>	<u>(3,471)</u>	<u>(21,956)</u>
<b>Cash flows from financing activities</b>		
Dividend paid	(2,078)	(1,000)
Payment of principal portion of lease liabilities	(570)	(78)
Proceed from issuance of share capital, net of share issuance expenses	-	22,954
Repayment of term loans	(652)	(584)
<b>Net cash used in financing activities</b>	<u>(3,300)</u>	<u>21,292</u>
Net Increase in cash and cash equivalents	(1,995)	11,297
Effect of exchange rate changes on cash and cash equivalents	(147)	(73)
Cash and cash equivalents at beginning of financial period	14,896	3,672
Cash and cash equivalents at end of financial period	<u>12,754</u>	<u>14,896</u>
Cash and cash equivalents included in the cash flow statements comprise the followings:		
Cash and bank balances	7,154	3,395
Fixed deposits with a licensed bank	5,600	11,501
	<u>12,754</u>	<u>14,896</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.