

SPRING ART HOLDINGS BERHAD

REGISTRATION NO: 201801016143 (1278159-A)

UNAUDITED INTERIM FINANCIAL STATEMENTS FOR SECOND QUARTER ENDED 30 JUNE 2022



SPRING ART HOLDINGS BERHAD REGISTRATION NO: 201801016143 (1278159-A) UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2022 (a)

	Unaudited As At 30.06.2022 RM'000	Audited As At 31.12.2021 RM'000
ASSETS		
Non-current assets	20.404	00.400
Property, plant and equipment	39,401	28,499
Right-of-use assets	12,007	12,460
Total non-current assets	51,408	40,959
Current Assets		
Inventories	15,146	19,421
Trade receivables	4,415	6,262
Other receivables	8,906	9,910
Derivatives financial instruments	-	34
Tax Recoverable	575	185
Fixed deposits with licensed bank	10,175	13,500
Cash and bank balances	10,232_	9,019
Total current assets	49,449	58,331
TOTAL ASSETS	100,857	99,290
EQUITY AND LIABILITIES EQUITY		
Share capital	54,755	54,755
Revaluation reserve	9,770	9,886
Merger deficit	(31,300)	(31,300)
Retained profits	46,469	44,288
Total equity	79,694	77,629
LIABILITIES		
Non-current liabilities		
Borrowings	11,846	4,418
Lease liabilities	1,372	1,694
Deferred tax liabilities	3,987	4,168
Total non-current liabilities	17,205	10,280
Current Liabilities		
Trade payables	517	7,233
Other payables	1,577	2,915
Derivatives financial instruments	107	_,-,-
Borrowings	1,115	599
Lease liabilities	642	634
Total current liabilities	3,958	11,381
Total liabilities	21,163	21,661
TOTAL EQUITY AND LIABILITIES	100,857	99,290_
Net assets per share (RM) (b)	0.19	0.19
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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 2021 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 415,689,400 shares.



SPRING ART HOLDINGS BERHAD REGISTRATION NO: 201801016143 (1278159-A) UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 30 JUNE 2022 (a)

	INDIVIDUA Unaudited Current Year Quarter 30.06.2022 RM'000	Unaudited Preceding Year Corresponding Quarter 30.06.2021 RM'000	CUMULATIV Unaudited Current Year -To-Date 30.06.2022 RM'000	Unaudited Preceding Year Corresponding Period 30.06.2021 RM'000
Revenue	10,059	13,587	23,858	29,266
Operating expenses	(9,639)	(13,169)	(22,141)	(27,581)
Other income	317	228	731	671
Finance costs	(114)	(72)	(208)	(145)
Profit before tax ("PBT")	623	574	2,240	2,211
Tax expense	130	(10)	(175)	(383)
Profit after tax ("PAT")	753	564	2,065	1,828
Other comprehensive income net of tax: - Items that will not reclassified subsequently to profit or loss Realisation of revaluation reserve upon depreciation of revalued assets Transfer of revaluation reserve to retained earnings	58 (58)	58 (58)	116 (116)	116 (116)
Total comprehensive income for the financial	-	-	-	-
period	753	564	2,065	1,828
Profit for the financial period attributable to : Owners of the Company	753 753	564 564	2,065 2,065	1,828 1,828
Total comprehensive income for the financial period attributable to :				
Owners of the Parent	753 753	564 564	2,065 2,065	1,828 1,828
Basic earnings per share (in sen) Diluted earnings per share (in sen)	0.18 0.18	0.14 0.14	0.50 0.50	0.44 0.44

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 2021 and the accompanying explanatory notes attached to this interim financial report.



SPRING ART HOLDINGS BERHAD REGISTRATION NO: 201801016143 (1278159-A) UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SECOND QUARTER ENDED 30 JUNE 2022 (a)

	No	on-distributable		Distributable	
	Share	Revaluation	Merger	Retained	Total
	Capital	Reserve	Reserve	Profit	Equity
	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 January 2021	54,754	10,118	(31,300)	39,953	73,525
Total comprehensive income for the financial period	-	-	-	5,766	5,766
Issue of ordinary shares	1	-	-	-	1
Realisation of revaluation reserve upon depreciation of revalued assets	-	(232)	-	232	-
Transactions with owners:- Dividend paid	-	-	-	(1,663)	(1,663)
Balance as at 31 December 2021 (Audited)	54,755	9,886	(31,300)	44,288	77,629
Total comprehensive income for the financial period	-	-	-	2,065	2,065
Realisation of revaluation reserve upon depreciation of revalued assets	-	(116)	-	116	-
Balance as at 30 June 2022 (Unaudited)	54,755	9,770	(31,300)	46,469	79,694

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 2021 and the accompanying explanatory notes attached to this interim financial report.



SPRING ART HOLDINGS BERHAD REGISTRATION NO: 201801016143 (1278159-A) UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SECOND QUARTER ENDED 30 JUNE 2022 (a)

Cash flows from operating activities Cash flows from operating activities To-Date of the precision of property plant and equipment To-Date of the precision of property plant and equipment To-Date of the precision of property plant and equipment To-Date of the precision of property plant and equipment To-Date of the precision of property plant and equipment To-Date of the precision of property plant and equipment To-Date of the precision of property plant and equipments To-Date of the precision of property plant and equipments To-Date of the precision of property plant and equipments To-Date of the precision of property plant and equipments To-Date of the precision of property plant and equipments To-Date of the precision of the precision of property plant and equipments To-Date of the precision of the pr		CUMULATIVE QUARTER		
Cash flows from operating activities 2,240 2,211 Adjustments for :		Current Year -To-Date	Preceding Year Corresponding Period	
Profit before tax		RM'000	RM'000	
Profit before tax	Cash flows from operating activities			
Depreciation of property, plant and equipment 1,079 1,032 Depreciation of inght-of-use assets 483 489 Fair value loss on derivative financial instruments 141 338 Gain on disposal of property, plant & equipments 208 145 Finance costs 208 145 Interest income (88) 104 Unrealised foreign exchange gain (275) (260 Operating cash flows before changes in working capital 3,725 3,760 Decrease / (Increase) in inventories 4,275 (969) Decrease / (Increase) in trade and other receivables (8,089) (829) Decrease in trade and other payables (8,089) (829) Cash generated from / (used in) operations 2,821 (3,527) Income tax paid (746) (1,250) Interest paid (746) (1,250) Interest paid (746) (1,250) Net cash generated from / (used in) operating activities (11,861) (1,151) Purchase of property, plant and equipment (11,860) (1,312) Proceeds from	·	2,240	2,211	
Depreciation of right-of-use assets 453 469 Fair value loss on derivative financial instruments (33) (5) Fair value loss on derivative financial instruments (33) (5) Fair value loss on derivative financial instruments (33) (5) Finance costs (28) (148) Interest income (88) (184) Unrealised foreign exchange gain (275) (246) Operating cash flows before changes in working capital 3,725 3,769 Decrease / (Increase) in inventories 2,910 (5,490) Decrease / (Increase) in inventories 2,910 (5,490) Decrease / (Increase) in inventories 2,910 (5,490) Decrease / (Increase) in inventories 2,821 (3,527) Income tax paid (746) (1,250)	Adjustments for :			
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Net cash generated from / (used in) operating activities	Cash generated from / (used in) operations	2,821	(3,527)	
Net cash generated from / (used in) operating activities 1,867 (4,922) Cash flows from investing activities	Income tax paid	(746)	(1,250)	
Cash flows from investing activities Purchase of property, plant and equipment (11,981) (1,513) Proceeds from disposal of property, plant and equipment 33 5 Interest received 88 184 Net cash used in investing activities (11,860) (1,324) Cash flows from financing activities - 1 Issuance of shares - 1 Drawdown of term loans 8,448 - Payment of principal portion of lease liabilities (314) (318) Repayment of term loans (504) (343) Net cash generated from / (used in) financing activities 7,630 (660) Net decrease in cash and cash equivalents (2,363) (6,906) Effect of exchange rate changes on cash and cash equivalents 251 220 Cash and cash equivalents at beginning of financial period 22,519 31,914 Cash and cash equivalents at end of financial period 20,407 25,228 Cash and bank balances 10,232 5,914 Fixed deposits with a licensed bank 10,175 - Money ma	Interest paid			
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Proceeds from disposal of property, plant and equipment Interest received 33 5 Net cash used in investing activities (11,860) (1,324) Cash flows from financing activities Susuance of shares - 1 Drawdown of term loans 8,448 - Payment of principal portion of lease liabilities (314) (318) Repayment of term loans (504) (343) Net cash generated from / (used in) financing activities 7,630 (660) Net decrease in cash and cash equivalents (2,363) (6,906) Effect of exchange rate changes on cash and cash equivalents 251 220 Cash and cash equivalents at beginning of financial period 22,519 31,914 Cash and cash equivalents at end of financial period 20,407 25,228 Cash and bank balances 10,232 5,914 Fixed deposits with a licensed bank 10,175 - Money market fund - 19,314	Cash flows from investing activities			
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Issuance of shares Drawdown of term loans Payment of principal portion of lease liabilities Repayment of term loans Net cash generated from / (used in) financing activities Net decrease in cash and cash equivalents Effect of exchange rate changes on cash and cash equivalents Cash and cash equivalents at beginning of financial period Cash and cash equivalents at end of financial period Cash and cash equivalents included in the cash flow statements comprise the followings: Cash and bank balances Fixed deposits with a licensed bank Money market fund - 19,314	Net cash used in investing activities	(11,860)	(1,324)	
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Payment of principal portion of lease liabilities Repayment of term loans Net cash generated from / (used in) financing activities Net decrease in cash and cash equivalents Effect of exchange rate changes on cash and cash equivalents Cash and cash equivalents at beginning of financial period Cash and cash equivalents at end of financial period Cash and cash equivalents at end of financial period Cash and cash equivalents included in the cash flow statements comprise the followings: Cash and bank balances Fixed deposits with a licensed bank Money market fund (314) (318) (314) (318) (504) (343) (504) (480) (504) (690) (6,906) 22,519 31,914 220 25,228		- 0 110	1	
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Net cash generated from / (used in) financing activities7,630(660)Net decrease in cash and cash equivalents(2,363)(6,906)Effect of exchange rate changes on cash and cash equivalents251220Cash and cash equivalents at beginning of financial period22,51931,914Cash and cash equivalents at end of financial period20,40725,228Cash and cash equivalents included in the cash flow statements comprise the followings:10,2325,914Cash and bank balances10,175-Fixed deposits with a licensed bank Money market fund-19,314		, ,		
Effect of exchange rate changes on cash and cash equivalents 251 220 Cash and cash equivalents at beginning of financial period 22,519 31,914 Cash and cash equivalents at end of financial period 20,407 25,228 Cash and cash equivalents included in the cash flow statements comprise the followings: Cash and bank balances 10,232 5,914 Fixed deposits with a licensed bank 10,175 - Money market fund - 19,314				
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Cash and cash equivalents at end of financial period 20,407 25,228 Cash and cash equivalents included in the cash flow statements comprise the followings: Cash and bank balances 10,232 5,914 Fixed deposits with a licensed bank 10,175 - Money market fund - 19,314	Effect of exchange rate changes on cash and cash equivalents	251	220	
Cash and cash equivalents included in the cash flow statements comprise the followings: Cash and bank balances 10,232 5,914 Fixed deposits with a licensed bank 10,175 - Money market fund - 19,314	Cash and cash equivalents at beginning of financial period	22,519	31,914	
Cash and bank balances 10,232 5,914 Fixed deposits with a licensed bank 10,175 - Money market fund - 19,314	Cash and cash equivalents at end of financial period	20,407	25,228	
Fixed deposits with a licensed bank 10,175 - Money market fund - 19,314	Cash and cash equivalents included in the cash flow statements comprise the followings:			
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Money market fund 19,314		·	5,914	
·	·	-	19 314	
	,	20,407		

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 2021 and the accompanying explanatory notes attached to this interim financial report.