



SPRING ART HOLDINGS BERHAD

REGISTRATION NO: 201801016143 (1278159-A)

**UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THIRD QUARTER ENDED 30 SEPTEMBER 2023**

SPRING ART HOLDINGS BERHAD
REGISTRATION NO: 201801016143 (1278159-A)
UNAUDITED CONDENSED CONSOLIDATED
STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2023 (a)

	Unaudited As At 30.09.2023 RM'000	Audited As At 31.12.2022 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	64,991	63,331
Right-of-use assets	10,229	10,433
Total non-current assets	<u>75,220</u>	<u>73,764</u>
Current Assets		
Inventories	10,500	10,204
Trade receivables	7,795	2,329
Other receivables	1,818	4,203
Derivatives financial instruments	-	37
Tax Recoverable	744	888
Short-term investments	3,057	-
Fixed deposits with licensed bank	4,186	6,876
Cash and bank balances	7,103	6,559
Total current assets	<u>35,203</u>	<u>31,096</u>
TOTAL ASSETS	<u>110,423</u>	<u>104,860</u>
EQUITY AND LIABILITIES		
EQUITY		
Share capital	54,755	54,755
Revaluation reserve	9,833	10,014
Merger deficit	(31,300)	(31,300)
Retained profits	49,616	46,691
Total equity	<u>82,904</u>	<u>80,160</u>
LIABILITIES		
Non-current liabilities		
Borrowings	13,494	14,569
Deferred tax liabilities	3,994	4,195
Total non-current liabilities	<u>17,488</u>	<u>18,764</u>
Current Liabilities		
Trade payables	4,024	832
Other payables	4,335	3,880
Derivatives financial instruments	170	-
Borrowings	1,502	1,224
Total current liabilities	<u>10,031</u>	<u>5,936</u>
Total liabilities	<u>27,519</u>	<u>24,700</u>
TOTAL EQUITY AND LIABILITIES	<u>110,423</u>	<u>104,860</u>
Net assets per share (RM) (b)	0.20	0.19

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 2022 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 THIRD QUARTER ENDED 30 SEPTEMBER 2023 (a)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Unaudited Current Year Quarter 30.09.2023 RM'000	Unaudited Preceding Year Corresponding Quarter 30.09.2022 RM'000	Unaudited Current Year -To-Date 30.09.2023 RM'000	Unaudited Preceding Year Corresponding Period 30.09.2022 RM'000
Revenue	14,587	9,725	36,140	33,583
Operating expenses	(12,557)	(9,696)	(33,387)	(31,837)
Other income	225	486	820	1,217
Finance costs	(153)	(124)	(454)	(332)
Profit before tax ("PBT")	<u>2,102</u>	<u>391</u>	<u>3,119</u>	<u>2,631</u>
Tax expense	(159)	14	(375)	(161)
Profit after tax ("PAT")	<u>1,943</u>	<u>405</u>	<u>2,744</u>	<u>2,470</u>
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	60	58	181	174
Transfer of revaluation reserve to retained earnings	(60)	(58)	(181)	(174)
	-	-	-	-
Total comprehensive income for the financial period	<u>1,943</u>	<u>405</u>	<u>2,744</u>	<u>2,470</u>
Profit for the financial period attributable to :				
Owners of the Company	<u>1,943</u>	<u>405</u>	<u>2,744</u>	<u>2,470</u>
	<u>1,943</u>	<u>405</u>	<u>2,744</u>	<u>2,470</u>
Total comprehensive income for the financial period attributable to :				
Owners of the Parent	<u>1,943</u>	<u>405</u>	<u>2,744</u>	<u>2,470</u>
	<u>1,943</u>	<u>405</u>	<u>2,744</u>	<u>2,470</u>
Basic earnings per share (in sen)	0.47	0.10	0.66	0.59
Diluted earnings per share (in sen)	0.47	0.18	0.66	0.50

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 2022 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 THIRD QUARTER ENDED 30 SEPTEMBER 2023 (a)

	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 2022	54,755	9,886	(31,300)	44,288	77,629
Total comprehensive income for the financial period	-	362	-	2,169	2,531
Realisation of revaluation reserve upon depreciation of revalued assets	-	(234)	-	234	-
Balance as at 31 December 2022 (Audited)	54,755	10,014	(31,300)	46,691	80,160
Total comprehensive income for the financial period	-	-	-	2,744	2,744
Realisation of revaluation reserve upon depreciation of revalued assets	-	(181)	-	181	-
Balance as at 30 September 2023 (Unaudited)	54,755	9,833	(31,300)	49,616	82,904

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 2022 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 THIRD QUARTER ENDED 30 SEPTEMBER 2023 (a)

	CUMULATIVE QUARTER	
	Unaudited Current Year -To-Date 30.09.2023 RM'000	Unaudited Preceding Year Corresponding Period 30.09.2022 RM'000
Cash flows from operating activities		
Profit before tax	3,119	2,631
Adjustments for :		
Depreciation of property, plant and equipment	1,635	1,611
Depreciation of right-of-use assets	204	697
Fair value loss on derivative financial instruments	207	213
Gain on disposal of property, plant & equipments	-	(33)
Finance costs	454	332
Interest income	(147)	(346)
Unrealised foreign exchange gain	(58)	(455)
Operating cash flows before changes in working capital	<u>5,414</u>	<u>4,650</u>
(Increase) / Decrease in inventories	(296)	6,787
(Increase) / Decrease in trade and other receivables	(3,014)	2,495
Increase / (Decrease) in trade and other payables	<u>3,639</u>	<u>(6,585)</u>
Cash generated from operations	<u>5,743</u>	<u>7,347</u>
Income tax refund	457	-
Income tax paid	(888)	(1,065)
Interest paid	<u>(454)</u>	<u>(332)</u>
Net cash generated from operating activities	<u>4,858</u>	<u>5,950</u>
Cash flows used in investing activities		
Purchase of property, plant and equipment	(3,295)	(15,601)
Proceeds from disposal of property, plant and equipment	-	33
Reversal of principal portion of lease liabilities	-	(589)
Purchase of short-term investments	(3,057)	-
Interest received	<u>147</u>	<u>346</u>
Net cash used in investing activities	<u>(6,205)</u>	<u>(15,811)</u>
Cash flows (used in) / from financing activities		
Drawdown of term loans	102	10,796
Repayment of term loans	<u>(899)</u>	<u>(774)</u>
Net cash (used in) / generated from financing activities	<u>(797)</u>	<u>10,022</u>
Net (decrease) / increase in cash and cash equivalents	(2,144)	161
Effect of exchange rate changes on cash and cash equivalents	(2)	313
Cash and cash equivalents at beginning of financial period	13,259	22,519
Cash and cash equivalents at end of financial period	<u><u>11,113</u></u>	<u><u>22,993</u></u>
Cash and cash equivalents included in the cash flow statements comprise the followings:		
Cash and bank balances	7,103	13,318
Fixed deposits with a licensed bank	4,186	9,675
Less: Fixed deposit pledged to licensed bank	<u>(176)</u>	<u>-</u>
	<u><u>11,113</u></u>	<u><u>22,993</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 2022 and the accompanying explanatory notes attached to this interim financial report.