



**Vividthree Holdings Ltd.**

(Incorporated in the Republic of Singapore)

(Company Registration No. 201811828R)

---

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED 30 SEPTEMBER 2021**

---

This Announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, RHT Capital Pte. Ltd. ("Sponsor") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("SGX-ST"). The Sponsor has not independently verified the contents of this announcement.

This Announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Lay Shi Wei - Registered Professional, 6 Raffles Quay, #24-02, Singapore 048580, [sponsor@rhtgoc.com](mailto:sponsor@rhtgoc.com)

**Vividthree Holdings Ltd. and its Subsidiaries**  
*(Incorporated in Singapore)*

**Unaudited Condensed Interim Financial Statements**  
For The Half Year Ended 30 September 2021

<b>Table of Contents</b>	<b>Page</b>
A. Condensed interim consolidated statement of profit or loss and other comprehensive income	1
B. Condensed interim statements of financial position	2
C. Condensed interim statements of changes in equity	3
D. Condensed interim consolidated statement of cash flows	4
E. Notes to the condensed interim consolidated financial statements	5 - 13
F. Other information required by Listing Rule Appendix 7C	14 - 19

## VIVIDTHREE HOLDINGS LTD AND ITS SUBSIDIARIES

### A. CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	Group		Change %
		Six months period ended		
		30 Sep 2021 1H FY2022 (Unaudited) \$	30 Sep 2020 1H FY2021 (Unaudited) \$	
Revenue	E4	1,191,703	299,816	297.5%
Cost of sales		(1,765,914)	(908,276)	94.4%
<b>Gross loss</b>		<b>(574,211)</b>	<b>(608,460)</b>	<b>-5.6%</b>
<i>Other income</i>				
- Interest income		12,654	11,897	6.4%
- Others		87,690	328,796	-73.3%
Other gains - net		168,924	11,926	1316.4%
Administrative expenses		(1,427,855)	(1,169,402)	22.1%
Finance expenses		(119,146)	(76,581)	55.6%
Loss before income tax		(1,851,944)	(1,501,824)	23.3%
Income tax credit/(expense)	E7	45,872	(1,085)	NM
<b>Net loss for the financial period</b>		<b>(1,806,072)</b>	<b>(1,502,909)</b>	<b>20.2%</b>
<b>Other comprehensive loss, net of tax:</b>				
Items that may be reclassified subsequently to profit or loss:				
Currency translation differences arising from consolidation - losses		(347)	(1,217)	-71.5%
<b>Total comprehensive loss, net of tax</b>		<b>(1,806,419)</b>	<b>(1,504,126)</b>	<b>20.1%</b>
<b>(Loss)/Profit attributable to:</b>				
Equity holders of the Company		(1,808,796)	(1,502,909)	20.4%
Non-controlling interest		2,724	-	NM
		<b>(1,806,072)</b>	<b>(1,502,909)</b>	<b>20.2%</b>
<b>Total comprehensive (loss)/profit attributable to:</b>				
Equity holders of the Company		(1,809,143)	(1,504,126)	20.3%
Non-controlling interest		2,724	-	NM
		<b>(1,806,419)</b>	<b>(1,504,126)</b>	<b>20.1%</b>
<b>Loss per share for loss attributable to equity holders of the Company</b>				
Basic and diluted (cents)	E8	(0.54)	(0.45)	NM

NM - not meaningful

# VIVIDTHREE HOLDINGS LTD AND ITS SUBSIDIARIES

## B. CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

	Note	Group		Company	
		As at 30 Sep 2021 (Unaudited) \$	As at 31 Mar 2021 (Audited) \$	As at 30 Sep 2021 (Unaudited) \$	As at 31 Mar 2021 (Audited) \$
<b>ASSETS</b>					
<b>Current assets</b>					
Cash and cash equivalents		1,668,743	1,367,394	164,954	204,760
Trade and other receivables		2,539,049	3,731,001	11,649,917	9,677,388
Deposits and prepayments		694,187	2,616,067	8,000	478,750
Inventories		1,600,000	1,600,000	-	-
Other current assets		1,753,641	2,232,913	-	-
		<u>8,255,620</u>	<u>11,547,375</u>	<u>11,822,871</u>	<u>10,360,898</u>
<b>Non-current assets</b>					
Deposits		3,500,000	3,500,000	-	-
Plant and equipment	E9	368,354	533,676	-	-
Right-of-use assets		299,338	409,656	-	-
Financial assets, at FVPL	E10	1,027,879	2,863,292	240,000	2,095,596
Investment in subsidiaries		-	-	451,900	451,900
Acquired rights	E11	9,610,149	7,584,795	-	-
Intangible assets	E12	997,709	623,594	-	-
Goodwill arising from consolidation		2,851,917	2,851,917	-	-
		<u>18,655,346</u>	<u>18,366,930</u>	<u>691,900</u>	<u>2,547,496</u>
<b>Total assets</b>		<u>26,910,966</u>	<u>29,914,305</u>	<u>12,514,771</u>	<u>12,908,394</u>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Trade and other payables		719,271	1,266,041	723,077	692,938
Contract liabilities		886,916	850,248	-	-
Borrowings	E13	2,375,000	2,375,000	-	-
Lease liabilities		205,367	200,705	-	-
Current income tax liabilities		171,204	166,865	-	-
		<u>4,357,758</u>	<u>4,858,859</u>	<u>723,077</u>	<u>692,938</u>
<b>Non-current liabilities</b>					
Lease liabilities		100,840	191,599	-	-
Borrowings	E13	3,995,234	4,555,556	-	-
Provisions		54,204	53,071	-	-
Deferred income tax liabilities		45,872	91,743	-	-
		<u>4,196,150</u>	<u>4,891,969</u>	<u>-</u>	<u>-</u>
<b>Total liabilities</b>		<u>8,553,908</u>	<u>9,750,828</u>	<u>723,077</u>	<u>692,938</u>
<b>NET ASSETS</b>		<u>18,357,058</u>	<u>20,163,477</u>	<u>11,791,694</u>	<u>12,215,456</u>
<b>EQUITY</b>					
<b>Capital and reserves attributable to equity holders of the Company</b>					
Share capital	E14	13,772,231	13,772,231	13,772,231	13,772,231
Merger reserve		2,921,000	2,921,000	-	-
Translation reserve		19,556	19,903	-	-
Retained profits/(accumulated losses)		1,640,409	3,449,205	(1,980,537)	(1,556,775)
		<u>18,353,196</u>	<u>20,162,339</u>	<u>11,791,694</u>	<u>12,215,456</u>
Non-controlling interest		3,862	1,138	-	-
<b>Total equity</b>		<u>18,357,058</u>	<u>20,163,477</u>	<u>11,791,694</u>	<u>12,215,456</u>

VIVIDTHREE HOLDINGS LTD AND ITS SUBSIDIARIES

C. CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY

	Attributable to equity holders of the Company				Total	Non-controlling interest	Total equity
	Share capital	Merger reserve	Translation reserve	Accumulated profits			
<b>Group (Unaudited)</b>	\$	\$	\$	\$	\$	\$	\$
<b>Balance as at 1 April 2021</b>	<b>13,772,231</b>	<b>2,921,000</b>	<b>19,903</b>	<b>3,449,205</b>	<b>20,162,339</b>	<b>1,138</b>	<b>20,163,477</b>
Net loss for the financial period	-	-	-	(1,808,796)	(1,808,796)	2,724	(1,806,072)
Other comprehensive loss for the financial period	-	-	(347)	-	(347)	-	(347)
<b>Total comprehensive loss/(income) for the financial period</b>	<b>-</b>	<b>-</b>	<b>(347)</b>	<b>(1,808,796)</b>	<b>(1,809,143)</b>	<b>2,724</b>	<b>(1,806,419)</b>
<b>Balance as at 30 September 2021</b>	<b>13,772,231</b>	<b>2,921,000</b>	<b>19,556</b>	<b>1,640,409</b>	<b>18,353,196</b>	<b>3,862</b>	<b>18,357,058</b>
<b>Balance as at 1 April 2020</b>	<b>13,772,231</b>	<b>2,921,000</b>	<b>5,976</b>	<b>7,951,634</b>	<b>24,650,841</b>	<b>-</b>	<b>24,650,841</b>
Net loss for the financial period	-	-	-	(1,502,909)	(1,502,909)	-	(1,502,909)
Other comprehensive loss for the financial period	-	-	(1,217)	-	(1,217)	-	(1,217)
<b>Total comprehensive loss for the financial period</b>	<b>-</b>	<b>-</b>	<b>(1,217)</b>	<b>(1,502,909)</b>	<b>(1,504,126)</b>	<b>-</b>	<b>(1,504,126)</b>
Non-controlling interests arising from incorporation of a subsidiary	-	-	-	-	-	4,500	4,500
<b>Balance as at 30 September 2020</b>	<b>13,772,231</b>	<b>2,921,000</b>	<b>4,759</b>	<b>6,448,725</b>	<b>23,146,715</b>	<b>4,500</b>	<b>23,151,215</b>

	Attributable to equity holders of the Company		
	Share capital	Accumulated losses	Total equity
<b>Company (Unaudited)</b>	\$	\$	\$
<b>Balance as at 1 April 2021</b>	<b>13,772,231</b>	<b>(1,556,775)</b>	<b>12,215,456</b>
Total comprehensive loss for the financial period	-	(423,762)	(423,762)
<b>Balance as at 30 September 2021</b>	<b>13,772,231</b>	<b>(1,980,537)</b>	<b>11,791,694</b>
<b>Balance as at 1 April 2020</b>	<b>13,772,231</b>	<b>(977,585)</b>	<b>12,794,646</b>
Total comprehensive loss for the financial period	-	(418,451)	(418,451)
<b>Balance as at 30 September 2020</b>	<b>13,772,231</b>	<b>(1,396,036)</b>	<b>12,376,195</b>

# VIVIDTHREE HOLDINGS LTD AND ITS SUBSIDIARIES

## D. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

	Group	
	Six months period ended	
	30 Sep 2021 1H FY2022 (Unaudited) \$	30 Sep 2020 1H FY2021 (Unaudited) \$
<b>Cash flows from operating activities</b>		
Net loss for the financial period	(1,806,072)	(1,502,909)
Adjustments for:		
- Income tax (credits)/expense	(45,872)	1,085
- Amortisation of intangible assets	85,962	56,591
- Amortisation of acquired rights	568,224	204,128
- Depreciation of plant and equipment	182,120	202,535
- Depreciation of right-of-use assets	110,261	110,483
- Finance expenses	119,146	76,581
- Fair value gains on financial assets through profit and loss	(19,000)	-
- Interest income	(12,654)	(11,897)
- Gain on disposal of financial assets	(18,685)	-
- (Gain)/Loss on disposal of plant and equipment	(90)	426
- Unrealised foreign currency exchange gains	(132,375)	(15,250)
<b>Operating cash flows before working capital changes</b>	<u>(969,035)</u>	<u>(878,227)</u>
<b>Change in working capital:</b>		
- Trade and other receivables	1,222,376	1,325,801
- Deposits and prepayments	446,598	581,711
- Other current assets	(95,670)	(619,478)
- Trade and other payables	(501,570)	(818,131)
- Contract liabilities	36,617	315,666
Cash generated from/(used in) operations	<u>139,316</u>	<u>(92,658)</u>
Interest received	255	5,634
Income tax paid	-	(4,113)
<b>Net cash generated from/(used in) operating activities</b>	<u>139,571</u>	<u>(91,137)</u>
<b>Cash flows from investing activities</b>		
Proceeds from disposal of plant and equipment	500	416
Proceeds from disposal of financial assets/unquoted investment	1,874,280	-
Additions to plant and equipment	(17,203)	(38,364)
Additions to intangible assets	(162,641)	(80,000)
Additions to acquired rights	(774,400)	(4,669,261)
<b>Net cash generated from/(used in) investing activities</b>	<u>920,536</u>	<u>(4,787,209)</u>
<b>Cash flows from financing activities</b>		
Interest paid	(118,013)	(75,397)
Proceeds from borrowings	-	5,000,000
Repayment of borrowings	(560,322)	(600,000)
Repayment of lease liabilities	(86,173)	(103,334)
<b>Net cash (used in)/provided by financing activities</b>	<u>(764,508)</u>	<u>4,221,269</u>
<b>Net changes in cash and cash equivalents</b>	<b>295,599</b>	<b>(657,077)</b>
At beginning of financial period	1,367,394	2,122,618
Effects of currency translation on cash and cash equivalents	5,750	2,421
<b>End of financial period</b>	<u><b>1,668,743</b></u>	<u><b>1,467,962</b></u>

## VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

### E. Notes to the condensed interim consolidated financial statements

#### 1 Corporate information

Vividthree Holdings Ltd. (the "Company") is listed on Catalist, the sponsor-supervised listing platform in Singapore Exchange Securities Trading Limited ("SGX-ST") and incorporated and domiciled in Singapore. The address of the Company's registered and principal place of business is located at Block 1093 Lower Delta Road #05-10 Singapore 169204.

The principal activity of the Company is investment holding. The principal activities of the subsidiaries are:

- (a) Motion picture, video and television programme post-production and content production activities; and
- (b) Providing event management services

The holding company of the Company is mm2 Asia Ltd.. The holding company is incorporated and domiciled in Singapore and listed on Main Board of Singapore Exchange Securities Trading Limited.

#### 2 Basis of preparation

The condensed interim financial statements for the six months ended 30 September 2021 have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last annual financial statements for the year ended 31 March 2021.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

The condensed interim financial statements are presented in Singapore dollar which is the Company's functional currency.

##### 2.1 New and amended standards adopted by the Group

The Group has adopted the new and revised SFRS(I)s and SFRS(I) INTs which are relevant to the Group's operations and become effective for annual periods beginning on or after 1 April 2021. The adoption of these new and revised SFRS(I)s and SFRS(I) INTs does not result in changes to the accounting policies of the Group and the Company and has no material effect on the amounts reported for the current and/or prior financial period.

##### 2.2 Use of judgements and estimates

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the financial period ended 30 September 2021.

Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under circumstances.

Given the pervasiveness of COVID-19, management has considered and estimated the impact of COVID-19 in the Group's assessment on impairment of goodwill, expected credit losses of trade and other receivables and deposits and valuation of financial assets, at FVPL based on their best estimates, market conditions and information available at the end of the reporting period. Details on these areas which involve significant judgement and estimation uncertainty are further disclosed below.

## VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

### E. Notes to the condensed interim consolidated financial statements (continued)

#### 2.2 Use of judgements and estimates (continued)

(a) Impairment of goodwill

Goodwill is tested for impairment annually and whenever there is indication that the goodwill may be impaired. This requires an estimation of the recoverable amount of the CGU to which the goodwill are allocated, taking the higher of fair value less cost of disposal or value-in-use. There is no indication of impairment as at financial period ended 30 September 2021.

(b) Expected credit losses of trade and other receivables and deposits

Expected credit losses ("ECL") on trade and other receivables are probability-weighted estimates of credit losses which are determined by evaluating a range of possible outcomes and taking into account past events, current conditions and assessment of future economic conditions.

With reference to SFRS(I) 9 Financial Instruments, the Group applies simplified approach (lifetime ECL allowance) for its trade receivables and general approach (12-month ECL) for its other receivables and deposits.

In determining the ECL, the Group has considered the historical observed default rates, customer ability to repay, and adjusted with available forward-looking information. Additionally, given the on-going and evolving COVID-19 pandemic and uncertainty over its economic impact, the management had also considered the negative economic outlook and factored the probability of cash flow difficulties that could be experienced by certain customers on the impairment assessment. There is no additional ECL provided as at financial period ended 30 September 2021.

(c) Valuation of financial assets, at FVPL

The Group carries its financial assets at fair value, with changes in fair value being recognised in profit or loss. Where available, fair value measurements are derived from prices quoted in active markets for identical assets. In the absence of such information, other observable inputs are used to estimate fair value. Inputs derived from external sources are corroborated or otherwise verified, as appropriate.

### 3 Seasonal operations

The Group's businesses were not affected significantly by seasonal or cyclical factors during the financial period.

### 4 Segment and revenue information

The Group's Chief Operating Decision-maker ("CODM") comprises the Managing Director and Chief Executive Officer. Management has determined the operating segments based on the reports reviewed by the CODM that are used to make strategic decisions, allocate resources, and assess performance.

The Group is organised into 2 operating segments, namely post-production and content production. This is based on the Group's internal organisation and management structure and the primary way in which the CODM is provided with the financial information.

The two operating segments are mainly:

(a) Post-production

Post-production refers to the services in visual effects, computer-generated imagery services and immersive media works for feature films, commercials, projection mapping and other post-production services. The services are mainly related to motion picture, video and television programme post-production services.

(b) Content Production

Content production refers to the production of immersive experiential content for location-based entertainment by developing the Group's digital intellectual property assets ("IP") or acquired IP from third parties, and licensing the IP to third parties such as venue owners and show promoters to use these for commercial, marketing and/or promotion purposes.



## VIVIDTHREE HOLDINGS LTD AND ITS SUBSIDIARIES

### E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 4.1 Reportable segment

The segment information provided to the CODM for the reportable segments are as follows:

	Group						
	Six months period ended						
	Content Production		Post-production		Total		
	30 Sep 2021 1H FY2022	30 Sep 2020 1H FY2021	30 Sep 2021 1H FY2022	30 Sep 2020 1H FY2021	30 Sep 2021 1H FY2022	30 Sep 2020 1H FY2021	
		\$	\$	\$	\$	\$	\$
<b>Revenue</b>							
- External parties	-	26,132	1,191,703	273,684	1,191,703	299,816	
<i>Unallocated expenses/gain</i>							
- Gain on fair value changes in financial assets, at FVPL - net					19,000	-	
<b>Loss before interest, tax, depreciation and amortisation</b>					<b>(786,231)</b>	<b>(851,506)</b>	
Depreciation of plant and equipment and right-of-use assets				(292,381)	(313,018)		
Amortisation of intangible assets				(85,962)	(56,591)		
Amortisation of acquired rights				(568,224)	(204,128)		
Interest expense				(119,146)	(76,581)		
<b>Loss before income tax</b>					<b>(1,851,944)</b>	<b>(1,501,824)</b>	
Income tax credit/(expense)				45,872	(1,085)		
<b>Net loss for the financial period</b>					<b>(1,806,072)</b>	<b>(1,502,909)</b>	

#### 4.2 Disaggregation of Revenue

The Group derives revenue from the transfer of services at a point in time in the following types of services and geographical regions.

	Group	
	Six months period ended	
	30 Sep 2021 1H FY2022	30 Sep 2020 1H FY2021
	\$	\$
<i>At a point in time</i>		
Post-production services	1,191,703	273,684
Content production services	-	26,132
	<u>1,191,703</u>	<u>299,816</u>
<b><u>Geographical regions based on location of customers</u></b>		
Singapore	1,073,656	182,311
Malaysia	48,047	13,374
China	-	26,131
Japan	70,000	68,000
Others	-	10,000
	<u>1,191,703</u>	<u>299,816</u>

## VIVIDTHREE HOLDINGS LTD AND ITS SUBSIDIARIES

### E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 5 Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 30 September 2021 and 31 March 2021:

	Group		Company	
	As at 30 Sep 2021 \$	As at 31 Mar 2021 \$	As at 30 Sep 2021 \$	As at 31 Mar 2021 \$
Financial assets at amortised cost	8,341,506	10,686,341	11,814,871	9,882,148
Financial assets, at FVPL	1,027,879	2,863,292	240,000	2,095,596
Financial liabilities at amortised cost	7,395,712	8,588,901	723,077	692,938

#### 6 Loss before taxation

##### 6.1 Significant items

Loss before income tax is arrived at after charging/(crediting):

	Group	
	30 Sep 2021 1H FY2022 \$	30 Sep 2020 1H FY2021 \$
Amortisation of intangible assets	85,962	56,591
Amortisation of acquired rights	568,224	204,128
Depreciation of plant and equipment	182,120	202,535
Depreciation of right-of-use assets	110,261	110,483
Employees compensation	1,528,218	1,060,783
Finance expenses	119,146	76,581
Expected credit losses on financial assets	-	-
Fair value gains on financial assets through profit or loss	(19,000)	-
Interest income	(12,654)	(11,897)
Government grants income	(60,198)	(322,627)
(Gain)/Loss on disposal of plant and equipment	(90)	426
Gain on disposal of financial assets	(18,684)	-
Foreign currency exchange gains, net	(131,149)	(12,352)

##### 6.2 Related party transactions

In addition to the information disclosed elsewhere in the financial statements, the following transactions took place between the Group and related parties at terms agreed between the parties:

	Group	
	30 Sep 2021 1H FY2022 \$	30 Sep 2020 1H FY2021 \$
<u>Holding company</u>		
Purchase of services	-	20,000
<u>Related parties</u>		
Sales of services	80,586	6,900
Purchase of services	11,647	235,497
Rental expenses paid	7,750	17,407

## VIVIDTHREE HOLDINGS LTD AND ITS SUBSIDIARIES

### E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 7 Taxation

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are:

	<b>Group</b>	
	<b>Six months period ended</b>	
	<b>30 Sep 2021</b>	<b>30 Sep 2020</b>
	<b>1H FY2022</b>	<b>1H FY2021</b>
	<b>\$</b>	<b>\$</b>
Tax credit attributable to loss is made up of:		
Loss for the financial period:		
- Current income tax	-	-
- Deferred income tax	-	-
	<u>-</u>	<u>-</u>
(Over)/Under provision in prior financial periods:		
- Current income tax - Singapore	-	1,085
- Deferred income tax	(45,872)	-
	<u>(45,872)</u>	<u>1,085</u>
	<u>(45,872)</u>	<u>1,085</u>

#### 8 Loss per share

The calculation of the basic loss per share is based on the net loss attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding during the financial period.

	<b>Group</b>	
	<b>Six months period ended</b>	
	<b>30 Sep 2021</b>	<b>30 Sep 2020</b>
	<b>1H FY2022</b>	<b>1H FY2021</b>
	<b>\$</b>	<b>\$</b>
Net loss attributable to equity holders of the Company (\$)	<u>(1,808,796)</u>	<u>(1,502,909)</u>
Weighted average number of ordinary shares outstanding for basic and diluted loss per share	<u>334,011,764</u>	<u>334,011,764</u>
Basic and diluted loss per share (cents)	<u>(0.54)</u>	<u>(0.45)</u>

Diluted loss per share is the same as basic loss per share, as there were no dilutive potential ordinary shares existing in the relevant financial period.

## VIVIDTHREE HOLDINGS LTD AND ITS SUBSIDIARIES

### E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 9 Plant and equipment

<b>Group</b>	<b>\$</b>
<b>At 31 Mar 2021</b>	
Cost	2,326,007
Accumulated depreciation	1,792,331
Net book amount	<u>533,676</u>
<b>6 months ended 30 Sep 2021</b>	
Opening net book amount	533,676
Additions	17,203
Disposals	(410)
Depreciation	(182,120)
Currency translation differences	5
Closing net book amount	<u>368,354</u>

#### 10 Financial assets, at fair value through profit or loss ("FVPL")

	<u>Group</u>		<u>Company</u>	
	<u>As at 30 Sep 2021</u>	<u>As at 31 Mar 2021</u>	<u>As at 30 Sep 2021</u>	<u>As at 31 Mar 2021</u>
	\$	\$	\$	\$
Financial assets designated at FVPL:				
<u>Unquoted securities</u>				
- Singapore	230,000	2,085,596	230,000	2,085,596
- United States	10,000	10,000	10,000	10,000
	<u>240,000</u>	<u>2,095,596</u>	<u>240,000</u>	<u>2,095,596</u>
<u>Unquoted convertible loans</u>				
- Malaysia	787,879	767,696	-	-
	<u>1,027,879</u>	<u>2,863,292</u>	<u>240,000</u>	<u>2,095,596</u>

The movement of the financial assets, FVPL is as follows:

	<u>Group</u>		<u>Company</u>	
	<u>As at 30 Sep 2021</u>	<u>As at 31 Mar 2021</u>	<u>As at 30 Sep 2021</u>	<u>As at 31 Mar 2021</u>
	\$	\$	\$	\$
Beginning of financial period	2,863,292	2,982,572	2,095,596	2,201,146
Additions	-	50,000	-	50,000
Changes arising from variation of terms	-	(75,000)	-	(75,000)
Disposal	(1,855,596)	-	(1,855,596)	-
Gains/(Losses) on fair value changes - net	19,000	(80,550)	-	(80,550)
Currency translation differences	1,183	(13,730)	-	-
End of financial period	<u>1,027,879</u>	<u>2,863,292</u>	<u>240,000</u>	<u>2,095,596</u>

##### (a) Unquoted securities

Unquoted securities investments comprise of equity and debt instruments. These investments are measured at FVPL, as they represent an identified portfolio of investments which the Group manages together with an intention to realise the investments when the opportunity arises.

The fair value of unquoted securities investments are determined based on recent price quoted from active/most advantageous market for the investee company's equity and incorporated internal and/or external changes in the business and market environment that the investee operates in (if any).

In the absence of publicly available market data and information where the range of reasonable fair value estimates is significant and the probabilities of the various estimates cannot be reasonable assessed, certain unquoted securities have been measured at costs.

## VIVIDTHREE HOLDINGS LTD AND ITS SUBSIDIARIES

### E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 10 Financial assets, at fair value through profit or loss ("FVPL") (continued)

##### (b) Unquoted convertible loans

As at 30 September 2021, unquoted convertible loans comprise one (31 March 2021: one) debt instrument at interest rate of 3% (31 March 2021: 3%) per annum with maturity date of 3 years (31 March 2021: 3 years) from the contracted date, and an option to extend for additional 1 year (31 March 2021: 1 year) at interest rate of 4% (31 March 2021: 4%) per annum.

The fair value of unquoted convertible loans in both Singapore and Malaysia are determined based on discounted cash flow method with a discount rate of 5.25% (31 March 2021: 5.25%).

The fair value of unquoted securities and convertible loans are classified in Level 3 of the fair value hierarchy (inputs for the asset or liability that are not based on observable market data (unobservable inputs)).

#### 11 Acquired rights

##### Group

<b>6 months ended 30 Sep 2021</b>	<b>\$</b>
<b>Cost</b>	
Beginning of financial period	8,722,025
Additions	2,483,180
Currency translation differences	140,978
End of financial period	<u>11,346,183</u>
<b>Accumulated amortisation</b>	
Beginning of financial period	1,137,230
Amortisation charge for the period	568,224
Currency translation differences	30,580
End of financial period	<u>1,736,034</u>
<b>Carrying amount</b>	
End of financial period	<u><u>9,610,149</u></u>
<b>At 31 Mar 2021</b>	<b>\$</b>
<b>Cost</b>	
Beginning of financial period	2,092,530
Additions	6,586,052
Currency translation differences	43,443
End of financial period	<u>8,722,025</u>
<b>Accumulated amortisation</b>	
Beginning of financial period	176,455
Amortisation charge for the period	943,972
Currency translation differences	16,803
End of financial period	<u>1,137,230</u>
<b>Carrying amount</b>	
End of financial period	<u><u>7,584,795</u></u>

Acquired rights consist of intellectual property rights, film and merchandise rights and participation rights which entitle the Group to share certain percentage of income generated from these rights based on the Group's purchase agreement over the definitive period. Acquired rights are stated at cost less accumulated amortisation and accumulated impairment losses. Acquired rights, less estimated residual value and accumulated impairment losses, are amortised over the useful lives.

For the 6 months ended 30 September 2021, the amortisation charges which are included in cost of sales and administrative expenses amounting to \$520,440 (6 months ended 30 September 2020: \$202,928) and \$47,784 (6 months ended 30 September 2020: \$1,200) respectively.

## VIVIDTHREE HOLDINGS LTD AND ITS SUBSIDIARIES

### E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 12 Intangible assets

Group	\$
<b>6 months ended 30 Sep 2021</b>	
<b>Cost</b>	
Beginning of financial period	1,099,177
Additions	460,077
End of financial period	<u>1,559,254</u>
<b>Accumulated amortisation</b>	
Beginning of financial period	475,583
Amortisation charge for the period	85,962
End of financial period	<u>561,545</u>
<b>Carrying amount</b>	
End of financial period	<u>997,709</u>
<b>At 31 Mar 2021</b>	
<b>Cost</b>	
Beginning of financial period	925,461
Additions	173,716
End of financial period	<u>1,099,177</u>
<b>Accumulated amortisation</b>	
Beginning of financial period	303,658
Amortisation charge for the period	171,925
End of financial period	<u>475,583</u>
<b>Carrying amount</b>	
End of financial period	<u>623,594</u>

Intangible assets consist of self-developed immersive content, softwares and licenses.

The addition in 1H FY2022 is pertaining softwares.

For the 6 months ended 30 September 2021, the amortisation charges is included in cost of sales and administrative expenses amounting to \$56,591 (6 months ended 30 September 2020: \$56,591) and \$29,371 (6 months ended 30 September 2020: nil) respectively.

#### 13 Borrowings

	Group	
	As at 30 Sep 2021 \$	As at 31 Mar 2021 \$
Amount repayable within one year <i>Secured</i>	2,375,000	2,375,000
Amount repayable after one year <i>Secured</i>	3,995,234	4,555,556
Total borrowings	<u>6,370,234</u>	<u>6,930,556</u>

The Group's bank borrowings were secured by corporate guarantees from the Company.

**VIVIDTHREE HOLDINGS LTD AND ITS SUBSIDIARIES**

**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**

**14 Share capital**

	<b>Group and Company</b>			
	<b>As at 30 September 2021</b>		<b>As at 31 March 2021</b>	
	<b>No. of shares</b>	<b>Amount</b>	<b>No. of shares</b>	<b>Amount</b>
	\$	\$	\$	\$
Beginning and end of financial period	<u>334,011,764</u>	<u>13,772,231</u>	<u>334,011,764</u>	<u>13,772,231</u>

All issued ordinary shares are fully paid. There is no par value for these ordinary shares.

**15 Net asset value**

	<b>Group</b>		<b>Company</b>	
	<b>As at</b>	<b>As at</b>	<b>As at</b>	<b>As at</b>
	<b>30 Sep 2021</b>	<b>31 Mar 2021</b>	<b>30 Sep 2021</b>	<b>31 Mar 2021</b>
	\$	\$	\$	\$
Net asset value attributable to equity holders of the Company (\$)	<u>18,357,058</u>	<u>20,163,477</u>	<u>11,791,694</u>	<u>12,215,456</u>
Number of ordinary shares issued	<u>334,011,764</u>	<u>334,011,764</u>	<u>334,011,764</u>	<u>334,011,764</u>
Net asset value per ordinary share (cents)	<u>5.50</u>	<u>6.04</u>	<u>3.53</u>	<u>3.66</u>

**16 Subsequent events**

There are no known subsequent events which have led to adjustments to this set of interim financial statements.

## VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

### F. Other information required by Listing Rule Appendix 7C

#### 1 Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.

The condensed interim statements of financial position of Vividthree Holdings Ltd. and its subsidiaries for the six months ended 30 September 2021 and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows for the six-month period then ended and certain explanatory notes have not been audited or reviewed by the auditors of the Company.

#### 1A Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion, the financial statements have been adequately disclosed.

- (a) Updates on the efforts taken to resolve each outstanding audit issue.
- (b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

Not applicable.

#### 2 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss:

- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period/year reported on.

### REVIEW OF FINANCIAL PERFORMANCE (CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME)

#### 1H FY2022 vs 1H FY2021

##### Revenue

Group's revenue increased by \$0.89 million or 297.5%, from \$0.30 million in 1H FY2021 to \$1.19 million in 1H FY2022. While the Group's business was affected by the COVID-19 pandemic over the last 2 financial years, it has been on track to recovery from the impact of COVID-19 in 1H FY2022, except for Content Production segment which remains affected by governments' restrictions on outdoor entertainment in the countries which the Group operates in, including Singapore, Malaysia and China.

- (i) Revenue from Post-production segment achieved \$1.19 million in 1H FY2022 from \$0.27 million in 1H FY2021, an increase of \$0.92 million or 335.4%. The increase was due to more projects completed and higher projects value as compared to 1H FY2021.
- (ii) Content Production segment did not record revenue in 1H FY2022 as compared to \$0.03 million in 1H FY2021. Since FY2021, the continuity of travel restrictions and safe distancing measures across the countries which the Group operates in, have resulted in a number of Meetings, Incentives, Conferences, Exhibitions ("MICE") and tour show projects to be postponed and several customers have been taking 'wait-and-see' approach to COVID-19. Hence, no revenue has been recorded in this segment.

##### Cost of sales

Cost of sales increased by approximately \$0.86 million or 94.4%, from \$0.91 million in 1H FY2021 to \$1.77 million in 1H FY2022. The increase in cost of sales was in line with the increase in revenue, and increase in amortisation due to addition in acquired rights and commencement of amortisation for a project (under acquired rights) after 1H FY2021. Apart from that, certain direct staff overhead costs pertaining to project pitching and research was expensed off in 1H FY2022 as the customers' decision to put on-hold in placing orders with the Group.

##### Gross loss

As a result of the above, gross loss in 1H FY2022 has improved by approximately \$0.03 million or 5.6%, from \$0.61 million in 1H FY2021 to \$0.57 million in 1H FY2022. Post-production segment saw higher revenue, and a shift from gross loss to gross profit in 1H FY2022. Content production segment remains at gross loss due to ongoing restrictions implemented by the countries and incurred some fixed costs such as amortisation expenses.



## VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

### F. Other information required by Listing Rule Appendix 7C (continued)

2 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss:

- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period/year reported on. (continued)

### REVIEW OF FINANCIAL PERFORMANCE (CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME) (continued)

#### 1H FY2022 vs 1H FY2021

##### **Other income**

Other income decreased by approximately \$0.24 million, from \$0.34 million in 1H FY2021 to \$0.10 million in 1H FY2022 mainly due to the lower grants received in relation to the COVID-19 support funds from Singapore government such as Jobs Support Scheme ("JSS").

##### **Other gains - net**

Other gains, recorded net gains of \$0.17 million in 1H FY2022 as compared to net gains of \$0.01 million in 1H FY2021, mainly due to gains on unrealised foreign exchange.

##### **Administrative expenses**

Administrative expenses increased by \$0.26 million or 22.1%, from approximately \$1.17 million in 1H FY2021 to \$1.43 million in 1H FY2022 mainly attributable to:

- (i) higher staff cost by \$0.16 million due to restoration of staff salary following the group-wide salary reduction occurred in the last period; and
- (ii) amortisation charges have increased by approximately \$0.08 million due to the addition in intangible assets.

Other administrative expenses remain consistent with the last corresponding period.

##### **Finance expenses**

Finance expenses increased by \$0.04 million or 55.6%, from \$0.08 million in 1H FY2021 to \$0.12 million in 1H FY2022 mainly attributable to interest paid for the bank borrowings drawdown in the previous financial year.

##### **Loss before income tax**

For the reasons set out above, the Group recorded a loss before tax of approximately \$1.85 million in 1H FY2022 as compared to a loss before tax of \$1.50 million in 1H FY2021.

## VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

### F. Other information required by Listing Rule Appendix 7C (continued)

#### 2 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss:

- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period/year reported on. (continued)

### REVIEW OF FINANCIAL POSITION (CONSOLIDATED STATEMENT OF FINANCIAL POSITION)

#### 30 September 2021 vs 31 March 2021

##### Current assets

Current assets decreased by approximately \$3.29 million or 28.5%, from \$11.55 million as at 31 March 2021 to \$8.26 million as at 30 September 2021 mainly due to:

- (i) net reduction in trade and other receivables of approximately \$1.19 million, from \$3.73 million as at 31 March 2021 to \$2.54 million as at 30 September 2021, included in the reductions of trade receivables were long outstanding debtors of approximately \$1.02 million;
- (ii) net reduction in project deposits of approximately \$1.92 million mainly attributable to total deposits paid of \$1.48 million in prior period, where potential investments and services that were secured, have been reclassified to acquired rights and other current assets as acquisition were completed in 1H FY2022;
- (iii) net reduction in other current assets of \$0.48 million (i.e. comprised direct staff cost and subcontractors cost incurred for ongoing projects and such costs are recognised as Cost of Sales upon completion) mainly due to projects costs charged out to profit or loss upon completion, partially offset by the project costs incurred for ongoing projects;

partially offset by an increase in:

- (iv) net cash inflows from operating activities of approximately \$0.14 million and investing activities of approximately \$0.92 million following the sales of unquoted investments in financial assets and cash outflows in financing activities of approximately \$0.76 million (Kindly refer commentary section of "Review of Cash Position").

##### Non-current assets

Non-current assets increased by approximately \$0.29 million or 1.6%, from \$18.37 million as at 31 March 2021 to \$18.66 million as at 30 September 2021 mainly due to:

- (i) additions to plant and equipment of approximately \$0.02 million;
- (ii) additions to intangible assets of \$0.46 million for development costs for upgrading on Comicvid apps;
- (iii) additions to acquired rights of \$2.48 million which entitles the Group to rights to project's profits and allows the Group for further expansion of its business opportunities and revenue streams as well as in view of spinning off these projects;

partially offset by:

- (iv) depreciation charges on plant and equipment of \$0.18 million and right-of-use of assets of \$0.11 million;
- (v) amortisation charges on intangible assets of \$0.57 million and acquired rights of \$0.18;
- (vi) reduction in investment in financial assets due to completion of disposal of financial assets/unquoted investments of \$1.84 million as mentioned above.

##### Current liabilities

Current liabilities decreased by approximately \$0.50 million or 10.3%, from \$4.86 million as at 31 March 2021 to \$4.36 million as at 30 September 2021 mainly due to decrease in:

- (i) trade and other payables of \$0.54 million due to payments to creditors;

partially offset by a slight increase in:

- (ii) contract liabilities of \$0.04 million due to progress billing for ongoing projects which will be recognised as revenue upon completion of projects.

## VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

### F. Other information required by Listing Rule Appendix 7C (continued)

#### 2 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss:

- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period/year reported on. (continued)

### REVIEW OF FINANCIAL POSITION (CONSOLIDATED STATEMENT OF FINANCIAL POSITION) (continued)

#### 30 September 2021 vs 31 March 2021

##### Non-current liabilities

Non-current liabilities decreased by approximately \$0.70 million or 14.2%, from \$4.89 million as at 31 March 2021 to \$4.20 million as at 30 September 2021. The decrease was mainly due to decreases in:

- (i) net long-term bank borrowing of \$0.56 million due to repayment of bank borrowings;
- (ii) net lease liabilities of \$0.09 million due to repayment of lease liabilities; and
- (iii) deferred income tax liabilities of \$0.05 million.

### REVIEW OF CASH POSITION (CONSOLIDATED STATEMENT OF CASH FLOW)

##### Operating activities

Net cash outflows from operating activities before changes in working capital amounted to approximately \$0.97 million in 1H FY2022 (1H FY2021: net cash outflows of \$0.88 million). The changes in working capital in 1H FY2022 amounted to inflows of approximately \$1.11 million comprising:

- reduction in trade and other receivables by \$1.22 million;
- reduction in deposits and prepayments by \$0.45 million;
- reduction in trade and other payables by \$0.50 million;

partially offset by:

- increase in other current assets by \$0.10 million;
- increase in contract liabilities by \$0.04 million.

Accordingly, the Group's net cash inflows generated from operating activities amounted to \$0.14 million in 1H FY2022 compared to net cash outflows of approximately \$0.09 million in 1H FY2021.

##### Investing activities

Net cash inflows generated from investing activities amounted to approximately \$0.92 million in 1H FY2022 as compared to net cash outflows of \$4.79 million in 1H FY2021. The net cash inflow generated from investing activities in 1H FY2022 was mainly arising from:

- (i) proceeds from disposal of financial assets/unquoted investments of \$1.87 million;

partially offset with the cash outflows from:

- (ii) additions of plant and equipment of \$0.02 million;
- (iii) additions of intangible assets of \$0.17 million;
- (iv) additions of acquired rights of \$0.78 million.

##### Financing activities

Net cash outflows used in financing activities amounted to approximately \$0.76 million in 1H FY2022 as compared to net cash inflows of \$4.22 million in 1H FY2021. This was mainly due to:

- (i) payment of interests on bank borrowings of \$0.12 million;
- (ii) repayment of bank borrowings principal of \$0.56 million;
- (iii) repayment of operating lease liabilities of \$0.09 million.

## VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

### F. Other information required by Listing Rule Appendix 7C (continued)

#### 3 Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Not applicable. No forecast or prospect statement has been previously disclosed to shareholders.

#### 4 A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

The Group has been directly affected by border closures and quarantine requirements in relation to the ongoing COVID-19 pandemic. COVID-19 had severe temporary impacts on economic activity globally. Both its Post-production and Content Production segments have witnessed a slowdown during this period.

In Singapore, the COVID-19 situation has somewhat stabilised, with vaccination program continuing to make good progress. Approximately 84%<sup>1</sup> of Singapore's population has completed their full regimen/ received two doses of COVID-19 vaccines. The Singapore government has estimated that it will take between three to six months to get to a "new normal" of living with COVID-19. The Group is observing green shoots of recovery as the local authority of various countries relaxes the COVID-19 restrictions and is tracking the situation while maintaining close communications with clients, taking a slow and measured approach to crystallising its pipeline of projects as swiftly as the condition permits. Post-Production will continue to be a key revenue contributor to the Group.

<sup>1</sup> <https://www.straitstimes.com/multimedia/graphics/2021/06/singapore-covid-vaccination-tracker/index.html>

### 5 Dividend information

#### (a) Current Financial Period Reported On

**Any dividend recommended for the current financial period reported on?**

No.

#### (b) Corresponding Period of the Immediate Preceding Financial Year

**Any dividend declared for the corresponding period of the immediately preceding financial year?**

No.

#### (c) Date Payable

Not applicable

#### (d) Books Closure Date

**The date on which Registrable Transfers received by the company (up to 5.00pm) will be registered before entitlements to the dividend are determined.**

Not applicable

### 6 If no dividend has been declared (recommended), a statement to that effect and the reason(s) for the decision.

There was no dividend declared or recommended for the current reporting period as the Group is in loss position and intends to conserve cash for working capital, expansion and other business opportunities.

### 7 Interested person transactions

The Group does not have any general mandate from shareholders for interested person transactions pursuant to Rule 920.

There were no IPT of \$100,000 and above in the current period under review.

**VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES**

**F. Other information required by Listing Rule Appendix 7C (continued)**

**8 Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)**

The Company has received undertaking from all its directors and executive officers in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual of the SGX-ST.

**9 Confirmation by Directors pursuant to Rule 705(5) of the SGX-ST Listing Manual.**

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the interim financial statements for the six-months financial period ended 30 September 2021 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Charles Yeo Eng Pu  
Managing Director

8 November 2021