

PROFIT GUIDANCE FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020

The Board of Directors (the "**Board**") of Vividthree Holdings Ltd. (the "**Company**" and together with its subsidiaries, the "**Group**") wishes to issue a profit guidance in respect of the Group's unaudited consolidated financial results for the six months financial period ended 30 September 2020 ("**1HFY2021**"). Following a preliminary review of the Group's unaudited consolidated financial results for 1HFY2021, the Group is expected to report a net loss for 1HFY2021.

This is mainly attributable to the outbreak of the COVID-19 pandemic since the beginning of January 2020 and the circuit breaker and control measures implemented in the countries which the Company operates in, including Singapore, Malaysia and China, which led to the disruption of the Group's business operations continually. Accordingly, the Group's revenue is expected to decline year-on-year mainly due to the following:

1. a number of Meetings, Incentives, Conferences, Exhibitions ("MICE") and tour show projects in the Content Production segment are still in progress, but the majority of its handover dates have been deferred by the customers; and
2. although the Company has completed and delivered smaller scale projects during 1HFY2021, many of the projects in the Post-production segment have also been deferred by the customers to a later date.

With the uncertainties over the length of COVID-19 pandemic, the Group is constantly monitoring the situation and has been maintaining close interactions with our customers via tele-conferencing and other electronic means, and look forward to crystallising our pipeline when the situation permits.

The Group is confident that it can meet its fiscal responsibilities and operating capital requirements, as well as future strategic options to unlock the value of its assets.

The Company is in the midst of finalising its financial results for 1HFY2021. Further details on the Group's financial performance will be disclosed when the Company announces its unaudited financial results for 1HFY2021, no later than 15 November 2020.

Shareholders and potential investors of the Company are advised to exercise caution in dealing in the Company's securities. When in doubt, shareholders and potential investors are advised to seek independent advice from their professional advisors before trading or making any investment decision in the Company's securities.

By Order of the Board

Yeo Eng Pu, Charles
Executive Director

15 October 2020

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, Hong Leong Finance Limited.

This announcement has not been examined or approved by the Exchange and the Exchange assumes no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

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