



mm2 Asia Ltd. and its Subsidiaries
(Incorporated in the Republic of Singapore)
(Company Registration No. 201424372N)

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR PERIOD ENDED 30 SEPTEMBER 2024**

mm2 Asia Ltd. and its Subsidiaries

Condensed Interim Financial Statements

For The Half-Year Period Ended 30 September 2024

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**A CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR PERIOD ENDED 30 SEPTEMBER 2024**

| | Note | Group Six months period ended | | Change % |
|--|------|---------------------------------------|---|---------------|
| | | 30 Sep 2024 (Unaudited) S\$'000 | 30 Sep 2023 (Unaudited) S\$'000 (Restated) | |
| Revenue | 4 | 87,313 | 128,640 | -32.1% |
| Cost of sales | | (63,050) | (89,233) | -29.3% |
| Gross profit | | 24,263 | 39,407 | -38.4% |
| Other income | | | | |
| - Interest income | | 106 | 54 | 96.3% |
| - Others | | 356 | 461 | -22.8% |
| Other gains/(losses) - net | | 167 | (329) | N.M. |
| Expenses | | | | |
| - Administrative | | (9,848) | (11,622) | -15.3% |
| - Finance | | (8,642) | (8,466) | 2.1% |
| Share of losses of associated companies | | (7,780) | (4,691) | 65.8% |
| (Loss)/profit before income tax | 6.1 | (1,378) | 14,814 | N.M. |
| Income tax expenses | 7 | (2,545) | (3,922) | -35.1% |
| Net (loss)/profit for the financial period | | (3,923) | 10,892 | N.M. |
| Other comprehensive income, net of tax: | | | | |
| Items that may be reclassified subsequently to profit or loss: | | | | |
| Currency translation differences arising from consolidation | | | | |
| - (Loss)/gains | | (100) | 102 | N.M. |
| Items that will not be reclassified subsequently to profit or loss: | | | | |
| Currency translation differences arising from consolidation | | | | |
| - Gains | | 173 | 59 | 193.2% |
| Total comprehensive (loss)/income for the financial period | | (3,850) | 11,053 | N.M. |
| (Loss)/earnings attributable to: | | | | |
| Equity holders of the Company | | (3,902) | 3,093 | N.M. |
| Non-controlling interests | | (21) | 7,799 | N.M. |
| | | (3,923) | 10,892 | N.M. |
| Total comprehensive (loss)/earnings attributable to: | | | | |
| Equity holders of the Company | | (4,002) | 3,195 | N.M. |
| Non-controlling interests | | 152 | 7,858 | -98.1% |
| | | (3,850) | 11,053 | N.M. |
| (Loss)/earnings per share attributable to owners of the Company | | | | |
| Basic (loss)/earnings per share (cents) | 8 | (0.09) | 0.10 | N.M. |
| Diluted (loss)/earnings per share (cents) | 8 | (0.05) | 0.12 | N.M. |

N.M. - not meaningful

B CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024

| | Note | Group | | Company | |
|---|------|---------------------------------------|---|---------------------------------------|-------------------------------------|
| | | 30 Sep 2024 (Unaudited) S\$'000 | 31 Mar 2024 (Audited) S\$'000 (Restated) | 30 Sep 2024 (Unaudited) S\$'000 | 31 Mar 2024 (Audited) S\$'000 |
| ASSETS | | | | | |
| Current assets | | | | | |
| Cash and cash equivalents | | 10,078 | 7,783 | 28 | 44 |
| Trade and other receivables | 9 | 117,420 | 113,796 | 108,867 | 107,197 |
| Inventories | | 800 | 800 | - | - |
| Investment in films and entertainment events, at fair value through profit or loss ("FVPL") | 15 | 6,864 | 5,842 | - | - |
| Other current assets | 17 | 146,819 | 128,704 | - | - |
| Film products and films under production | | 3,290 | 3,288 | - | - |
| Income tax receivables | | 243 | 1,101 | - | - |
| | | <u>285,514</u> | <u>261,314</u> | <u>108,895</u> | <u>107,241</u> |
| Non-current asset held for sale | | 96 | 96 | 96 | 96 |
| | | <u>285,610</u> | <u>261,410</u> | <u>108,991</u> | <u>107,337</u> |
| Non-current assets | | | | | |
| Financial assets, at FVPL | 10 | 1,608 | 1,546 | - | - |
| Investments in subsidiaries | | - | - | 68,951 | 68,951 |
| Investments in associated companies | | 74,635 | 82,404 | 73,749 | 81,509 |
| Property, plant and equipment | 11 | 16,760 | 17,174 | - | - |
| Intangible assets and goodwill | 12 | 40,533 | 42,020 | - | - |
| Film rights | 13 | 19,582 | 20,599 | - | - |
| Film intangibles | 14 | 961 | 775 | - | - |
| Investment in films and entertainment events, at FVPL | 15 | 27,942 | 27,974 | - | - |
| | | <u>182,021</u> | <u>192,492</u> | <u>142,700</u> | <u>150,460</u> |
| TOTAL ASSETS | | <u>467,631</u> | <u>453,902</u> | <u>251,691</u> | <u>257,797</u> |
| LIABILITIES | | | | | |
| Current liabilities | | | | | |
| Trade and other payables | 16 | 100,923 | 91,007 | 62,679 | 59,289 |
| Financial liabilities, at FVPL | | 653 | 653 | - | - |
| Contract liabilities | 18 | 9,453 | 9,603 | - | - |
| Borrowings | 19 | 135,638 | 121,811 | 101,215 | 97,653 |
| Lease liabilities | | 425 | 413 | - | - |
| Derivative financial instruments | | 569 | - | - | - |
| Provisions | | - | 21 | - | - |
| Current income tax liabilities | | 4,282 | 4,046 | - | - |
| | | <u>251,943</u> | <u>227,554</u> | <u>163,894</u> | <u>156,942</u> |
| Non-current liabilities | | | | | |
| Borrowings | 19 | 98,553 | 107,234 | 78,233 | 76,789 |
| Lease liabilities | | 327 | 369 | - | - |
| Derivative financial instruments | | - | 569 | - | - |
| Provisions | | 157 | 144 | - | - |
| Deferred income tax liabilities | | 4,060 | 4,091 | - | - |
| | | <u>103,097</u> | <u>112,407</u> | <u>78,233</u> | <u>76,789</u> |
| TOTAL LIABILITIES | | <u>355,040</u> | <u>339,961</u> | <u>242,127</u> | <u>233,731</u> |
| NET ASSETS | | <u>112,591</u> | <u>113,941</u> | <u>9,564</u> | <u>24,066</u> |

B CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024 (CONTINUED)

| | Note | Group | | Company | |
|---|------|---------------------------------------|---|---------------------------------------|-------------------------------------|
| | | 30 Sep 2024 (Unaudited) S\$'000 | 31 Mar 2024 (Audited) S\$'000 (Restated) | 30 Sep 2024 (Unaudited) S\$'000 | 31 Mar 2024 (Audited) S\$'000 |
| EQUITY | | | | | |
| Capital and reserves attributable to equity holders of the Company | | | | | |
| Share capital | 20 | 258,014 | 258,014 | 258,014 | 258,014 |
| Reserves | | (11,425) | (11,786) | - | - |
| Accumulated losses | | (177,573) | (173,671) | (248,450) | (233,948) |
| | | 69,016 | 72,557 | 9,564 | 24,066 |
| Non-controlling interests | | 43,575 | 41,384 | - | - |
| TOTAL EQUITY | | 112,591 | 113,941 | 9,564 | 24,066 |

**C CONDENSED INTERIM STATEMENTS OF CHANGES OF EQUITY
FOR THE HALF-YEAR PERIOD ENDED 30 SEPTEMBER 2024**

Group (Unaudited)

| | Attributable to equity holders of the Company | | | | Non-controlling interests S\$'000 | Total equity S\$'000 |
|---|---|---------------------|-------------------------------|------------------|--------------------------------------|-------------------------|
| | Share capital S\$'000 | Reserves S\$'000 | Accumulated losses S\$'000 | Total S\$'000 | | |
| As at 1 April 2024 | | | | | | |
| As previously reported | 258,014 | (11,786) | (173,541) | 72,687 | 41,573 | 114,260 |
| Prior year adjustment ⁽¹⁾ (Note 22) | - | - | (130) | (130) | (189) | (319) |
| As at 1 April 2024 (restated) | 258,014 | (11,786) | (173,671) | 72,557 | 41,384 | 113,941 |
| Net loss for the financial period | - | - | (3,902) | (3,902) | (21) | (3,923) |
| Other comprehensive (loss)/income for the financial period | - | (100) | - | (100) | 173 | 73 |
| Total comprehensive (loss)/income for the financial period | - | (100) | (3,902) | (4,002) | 152 | (3,850) |
| Dilution of interest in a subsidiary without loss on control ⁽²⁾ | - | 461 | - | 461 | 2,039 | 2,500 |
| As at 30 September 2024 | 258,014 | (11,425) | (177,573) | 69,016 | 43,575 | 112,591 |
| As at 1 April 2023 | 230,602 | (11,914) | (168,021) | 50,667 | 37,477 | 88,144 |
| Net profit for the financial period | - | - | 3,093 | 3,093 | 7,799 | 10,892 |
| Other comprehensive income for the financial period | - | 102 | - | 102 | 59 | 161 |
| Total comprehensive income for the financial period | - | 102 | 3,093 | 3,195 | 7,858 | 11,053 |
| Acquisition of a new subsidiary's shares from a non-controlling interest | - | - | - | - | (372) | (372) |
| As at 30 September 2023 | 230,602 | (11,812) | (164,928) | 53,862 | 44,963 | 98,825 |

Company (Unaudited)

| | Share capital S\$'000 | Accumulated losses S\$'000 | Total equity S\$'000 |
|-----------------------------------|--------------------------|-------------------------------|-------------------------|
| As at 1 April 2024 | 258,014 | (233,948) | 24,066 |
| Net loss for the financial period | - | (14,502) | (14,502) |
| As at 30 September 2024 | 258,014 | (248,450) | 9,564 |
| As at 1 April 2023 | 230,602 | (219,633) | 10,969 |
| Net loss for the financial period | - | (2,627) | (2,627) |
| As at 30 September 2023 | 230,602 | (222,260) | 8,342 |

¹ The comparative figures for FY2024 have been restated. Please refer to Note 22 for further details.

² On 25 September 2024, a subsidiary of the Company, Vividthree Holdings Ltd., allotted a total 92,592,592 new ordinary shares at an issue price of S\$0.027 per share to the minority shareholders pursuant to their private placement. Accordingly, the Group's effective interest in Vividthree Holdings Ltd. has diluted from 37.34% to 29.89%. The dilution did not result in loss of control over the subsidiary, Vividthree Holdings Ltd. and its subsidiaries.

**D CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR PERIOD ENDED 30 SEPTEMBER 2024**

| | Group | |
|---|-------------------------|----------------|
| | Six months period ended | |
| | 30 Sep 2024 | 30 Sep 2023 |
| | (Unaudited) | (Unaudited) |
| | S\$'000 | S\$'000 |
| | | (Restated) |
| Cash flows from operating activities | | |
| Net (loss)/profit for the financial period | (3,923) | 10,892 |
| Adjustments for: | | |
| - Income tax expenses | 2,545 | 3,922 |
| - Interest income | (106) | (54) |
| - Finance expenses | 8,642 | 8,466 |
| - Amortisation of intangible assets | 1,486 | 1,353 |
| - Amortisation of film rights | 1,025 | 1,789 |
| - Amortisation of film intangibles | 176 | 344 |
| - Depreciation of property, plant and equipment | 1,284 | 1,209 |
| - Depreciation of right-of-use assets | 264 | 228 |
| - Property, plant and equipment written off | 3 | 17 |
| - Share of losses of associated companies | 7,780 | 4,691 |
| - Expected credit loss on financial assets, net | (1) | (4) |
| - Gain arising from derecognition of leases | (11) | - |
| - Gain on disposal of property, plant and equipment | - | (32) |
| - Gain on modification of borrowings | (221) | - |
| - (Gain)/loss on fair value changes in investment in films and entertainment events, at FVPL, net | (93) | 94 |
| - Loss on fair value changes in financial assets, at FVPL, net | - | 2 |
| - (Gain)/loss on unrealised foreign exchange | (57) | 347 |
| Operating cash flows before working capital changes | 18,793 | 33,264 |
| Change in working capital: | | |
| - Trade and other receivables | (4,031) | (22,174) |
| - Other current assets | (18,708) | (13,366) |
| - Film intangible | (361) | (3,778) |
| - Investment in films and entertainment events | (1,085) | - |
| - Trade and other payables | 9,908 | 31,344 |
| - Contract liabilities | (146) | (841) |
| Cash generated from operations | 4,370 | 24,449 |
| Income tax paid | (1,553) | (156) |
| Net cash provided by operating activities | 2,817 | 24,293 |
| Cash flows from investing activities | | |
| Acquisition of a subsidiary, net of cash acquired | - | 77 |
| Proceeds from disposal of property, plant and equipment | 2 | 32 |
| Additions to property, plant and equipment | (799) | (3,593) |
| Additions to intangible assets | - | (56) |
| Additions to film rights | - | (20) |
| Interest received | 106 | 22 |
| Net cash used in investing activities | (691) | (3,538) |

**D CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)**

| | Group | |
|---|---------------------------------------|---|
| | 30 Sep 2024 (Unaudited) S\$'000 | 30 Sep 2023 (Unaudited) S\$'000 (Restated) |
| Cash flows from financing activities | | |
| Interest paid | (4,012) | (3,762) |
| Proceeds from borrowings | 20,556 | 14,304 |
| Proceeds from issuance of convertible securities ⁽¹⁾ | 700 | 12,000 |
| Proceeds from issuance of new shares in subsidiary ⁽²⁾ | 2,500 | - |
| Repayments of borrowings | (19,222) | (34,296) |
| Repayments of lease liabilities | (314) | (260) |
| Net cash generated from/(used in) financing activities | 208 | (12,014) |
| Net changes in cash and cash equivalents | 2,334 | 8,741 |
| Cash and cash equivalents | | |
| At beginning of financial period | 7,713 | 8,913 |
| Effects of currency translation on cash and cash equivalents | 31 | (40) |
| At end of financial period | 10,078 | 17,614 |
| Cash and cash equivalent comprise: | | |
| Cash and bank balances | 10,078 | 9,400 |
| Fixed deposits | - | 8,502 |
| Bank overdraft | - | (288) |
| | 10,078 | 17,614 |

⁽¹⁾ On 8 August 2024, a subsidiary of the Company, Vividthree Holdings Ltd. has issued convertible securities amounted S\$700,000.

⁽²⁾ On 25 September 2024, a subsidiary of the Company, Vividthree Holdings Ltd., allotted a total 92,592,592 new ordinary shares at an issue price of S\$0.027 per share to the minority shareholders pursuant to their private placement.

E NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

1 Corporate Information

mm2 Asia Ltd. (the "Company") is listed on the Main Board of Singapore Exchange Securities Trading Limited ("SGX-ST") and incorporated and domiciled in Singapore.

The address of its registered and principal place of business is 1002 Jalan Bukit Merah #07-11 Singapore 159456.

These condensed interim consolidated financial statements as at and for the financial period ended 30 September 2024 ("FY2025") relate to the Company and its subsidiaries (collectively, the "Group").

The principal activity of the Company is investment holding. The principal activities of the subsidiaries are disclosed in Note 4 to the Condensed Interim Consolidated Financial Statements.

2 Basis of Preparation

The Condensed Interim Consolidated Financial Statements for the period ended 30 September 2024 have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The Condensed Interim Consolidated Financial Statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included for 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 financial year ended 31 March 2024. The Condensed Interim Consolidated Financial Statements should be read in conjunction with the accompanying explanatory notes attached to the Condensed Interim Consolidated Financial Statements and the audited consolidated financial statements of the Group for the financial year ended 31 March 2024.

The accounting policies adopted are consistent with the most recent audited consolidated financial statements for the financial year ended 31 March 2024 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 Group experienced a net loss for the period ended 30 September 2024. However, if excluding the cinema business losses of S\$7.7 million, the Group demonstrated resilience by achieving a net profit of S\$3.7 million, despite the Concert and Event business having lower numbers of projects completed in 1H FY2025 compared to 1H FY2024. As at the reporting date, the Group's current assets continued to exceed its current liabilities by S\$33.7 million (31 March 2024: \$33.8 million).

The Group remains committed to implementing the ongoing corporate actions outlined below to further strengthen the Group's financial position.

- (i) **Refinancing of Existing Loans:** The Group is currently refinancing its existing loans, with the aim of completing the refinancing in FY2025. This will improve the Group's overall liquidity, thereby enhancing its overall financial health.
- (ii) **Shares Placement:** On 4 November 2024, the Group successfully allotted 2,349,730,500 shares to placees at issue price of S\$0.017 per share. The gross proceeds from this placement is approximately S\$39.9 million. This has helped in strengthening the capital base and to support the growth of the Group.

Accordingly, the directors of the Company are of the opinion that the going concern basis in preparing the consolidated financial statements under the going concern assumption for the financial period ended 30 September 2024 is appropriate.

This Condensed Interim Financial Statements does not include any adjustments that may result in the event that the Group is unable to continue as a going concern. In the event that the Group is unable to continue as a going concern, adjustments may have to be made to reflect the situation that assets may need to be realised other than in the amounts at which are currently recorded in the statement of financial position. In addition, the Group may have to provide for further liabilities that might arise and to reclassify non-current assets and liabilities as current assets and liabilities respectively.

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 2024. 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.

E NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

2 Basis of Preparation (continued)

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, liabilities, income and expenses. 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 2024.

Estimates and underlying assumptions were reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Information about critical judgements in applying accounting policies and assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next interim period are included in the following notes:

(a) Valuation of investment in associated company, mm Connect Pte. Ltd. and its subsidiaries ("mm Connect Group")

Investment in the associated company, mm Connect Group is initially stated at cost and adjusted to recognise the Group's share of mm Connect Group's post-acquisition profits or losses in its profit and loss and its share of movement in other comprehensive income of mm Connect Group's other comprehensive income.

Under SFRS(I) 1-36 Impairment of Assets, management is required to assess for any indicators of impairment in the investment in mm Connect Group. Due to the continuing net loss and net current liabilities position recorded by the mm Connect Group, management is of the view that there are indicators of impairment in the investment in mm Connect Group and consequently, management is required to perform an impairment assessment to determine the recoverable amount of the investment.

Management applied the value in use ("VIU") method to determine the recoverable amount of the investment in mm Connect Group. In preparing the cash flow projections using the VIU method, significant judgements are used to assess the recoverable amounts of the investment which are highly dependent on management's forecasts and estimates which include, but are not limited to, discount rate, growth rate, future projected cash flows and assumptions that are affected by future market and economic conditions.

The Group believes that any reasonably possible change in the key assumptions are not likely to cause the recoverable amount of the investment to be materially lower than the related carrying amount.

(b) Valuation of film rights

The costs of film rights, less estimated residual values and accumulated impairment, are amortised in proportion to the estimated projected revenues over the economic beneficial period, whereas for film intangibles, it will be amortised over the economic beneficial period subject to the maximum of the license period when the films are released. The amortisation period and method for these films will be reviewed annually and it will be subject to impairment assessment whenever there is any indication that it may be impaired. Additional amortisation and/or impairment are made if estimated projected revenues are materially different from the previous estimation.

These estimated projected revenues can change significantly due to a variety of factors. Based on information available on the actual results of films, management reviews and revises, when necessary, the estimated projected revenues at regular intervals.

There is no additional impairment provided as at the financial period ended 30 September 2024. The carrying amounts of the film rights are disclosed in Notes 13 to the Condensed Interim Consolidated Financial Statements.

(c) Impairment of trade and other receivables

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.

The Group has used simplified approach (lifetime expected credit loss) for its trade receivables and general approach (12 months expected credit losses) for its other receivables.

In determining the ECL, the Group uses the relevant historical information to determine the probability of default of the instruments and incorporated forward looking information.

Notwithstanding the above, the Group evaluates the ECL on trade and other receivables in financial difficulties separately.

E NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

2 Basis of Preparation (continued)

2.2 Use of judgements and estimates (continued)

(c) Impairment of trade and other receivables (continued)

There is no additional allowance for ECL provided as at 30 September 2024. The carrying amounts of the trade and other receivables are disclosed in Note 9 to the Condensed Interim Financial Statements.

(d) Valuation of investment in films and entertainment events

Investments in films and entertainment events, at FVPL of the Group arise from the Group entering into various agreements with multiple parties to invest in the production of films and entertainment events, which provides the Group with an entitlement to the rights to share the new profits or loss of the films and entertainment events, in accordance with the terms set out in the respective investment agreement. At initial recognition, the costs of the investments are based on the cash consideration for these investments. The carrying amounts as at the end of the reporting period represent the fair values of the estimated net future cash flows from these investments attributable to the Group.

(e) Valuation of convertible securities

Management has determined that the bonds issued by the Company should be accounted for entirely as financial liabilities at fair value through profit or loss, and the convertible securities issued by subsidiary, mm Live Pte. Ltd. ("mm Live") as hybrid financial instruments with a derivative financial instrument component, in accordance with SFRS(I) 9 Financial Instruments.

Significant judgments and estimates from management are involved in estimating the fair value of the convertible securities issued by the Company and the derivative financial instrument arising from the issuance of convertible securities by mmLive. Key assumptions, including but not limited to, the discount rate used, the probability of certain terms and conditions being exercised, and the selection of comparable companies, were considered during the fair value measurement of the convertible securities issued by the Company and the derivative financial instruments issued by mmLive.

3 Seasonal operations

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial period except for the Cinema business (an associated company and a formerly subsidiary) where its business will be driven by the timing of the release of movies in holidays and festival season.

4 Segmental information

The Group's chief operating decision-makers ("CODM") comprise the Executive Chairman, Chief Executive Officer, the Chief Financial Officer, and the heads of each business within the operating segment. 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 "Others" segment include brand consulting services, streaming digital films and short-form content. These are not included within the reportable operating segment. The results of these operations are included in the "Others" column.

The Group is organised into the following reportable segment:

(a) *Content Business*

Content business refers to the Group's production and distribution of motion picture, video and television programme and sponsorship;

(b) *Digital Entertainment Business*

Digital Entertainment business comprises of (i) the services in visual effects and immersive media work for feature films and commercials and production of location-based entertainment with immersive experience; and (ii) public relations services refers to the services in management consultancy services and communications and media relations solutions.

(c) *Concert and Event Business*

Concert and Event business refers to sales on events production, concerts promotion and renting of stage sound system and equipment.

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

4 Segmental information (continued)

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

| | Group | | | | | | Total |
|--|--------------------------------|---|---|----------------|----------------------------|---------------------------------|----------------|
| | Six months period ended | | | | | | |
| | Content Business | Digital Entertainment Business | Concert and Event Business | Others | Cinema Business | Segments elimination | |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| 1 April 2024 to 30 September 2024 | | | | | | | |
| (1H FY2025) | | | | | | | |
| Total segment sales | 64,938 | 2,000 | 19,650 | 1,212 | - | (487) | 87,313 |
| Inter-segment sales | - | (93) | (389) | (5) | - | 487 | - |
| Sales to external parties | 64,938 | 1,907 | 19,261 | 1,207 | - | - | 87,313 |
| Earnings/(loss) | | | | | | | |
| before interest, tax, | | | | | | | |
| depreciation, amortisation | | | | | | | |
| impairment, (loss)/gain on | | | | | | | |
| unrealised foreign exchange, | | | | | | | |
| fair value changes and share | | | | | | | |
| of losses from an associated | | | | | | | |
| company (cinema business) | | | | | | | |
| ("EBITDA"/("LBITDA")) | 16,787 | (507) | 3,447 | (33) | - | (674) | 19,020 |
| Share of losses of an | | | | | | | |
| associated company | | | | | | | |
| - Cinema business | - | - | - | - | (7,671) | - | (7,671) |
| Amortisation | (462) | (184) | (1,129) | (912) | - | - | (2,687) |
| Depreciation | (221) | (126) | (1,191) | (10) | - | - | (1,548) |
| Finance expenses | (7,130) | (77) | (2,107) | (2) | - | 674 | (8,642) |
| Gain on fair value changes in investment in films and entertainment events | 68 | - | 25 | - | - | - | 93 |
| Gain/(loss) on unrealised foreign exchange | 239 | 124 | (306) | - | - | - | 57 |
| Profit/(loss) before tax | 9,281 | (770) | (1,261) | (957) | (7,671) | - | (1,378) |
| Income tax expenses | (2,503) | (5) | (37) | - | - | - | (2,545) |
| Net profit/(loss) | 6,778 | (775) | (1,298) | (957) | (7,671) | - | (3,923) |

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

4 Segmental information (continued)

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

| | Group | | | | | | Total S\$'000 |
|--|---|---|---|---------------------------|--|---|--------------------------|
| | Six months period ended | | | | | | |
| | Content Business S\$'000 | Digital Entertainment Business S\$'000 | Concert and Event Business S\$'000 | Others S\$'000 | Cinema Business S\$'000 | Segments elimination S\$'000 | |
| 1 April 2023 to 30 September 2023 | | | | | | | |
| (1H FY2024) | | | | | | | |
| (Restated) | | | | | | | |
| Total segment sales | 58,436 | 2,831 | 66,351 | 1,267 | - | (245) | 128,640 |
| Inter-segment sales | (18) | (58) | (96) | (73) | - | 245 | - |
| Sales to external parties | 58,418 | 2,773 | 66,255 | 1,194 | - | - | 128,640 |
| Earnings/(loss) | | | | | | | |
| before interest, tax, | | | | | | | |
| depreciation, amortisation | | | | | | | |
| impairment, (loss)/gain on | | | | | | | |
| unrealised foreign exchange, | | | | | | | |
| fair value changes and share | | | | | | | |
| of losses from an associated | | | | | | | |
| company (cinema business) | | | | | | | |
| ("EBITDA"/("LBITDA")) | 14,790 | (277) | 18,875 | (404) | - | - | 32,984 |
| Share of losses of an associated company | | | | | | | |
| - Cinema business | - | - | - | - | (4,623) | - | (4,623) |
| Amortisation | (1,964) | (174) | (1,129) | (219) | - | - | (3,486) |
| Depreciation | (238) | (122) | (1,055) | (22) | - | - | (1,437) |
| Finance expenses | (7,451) | (91) | (922) | (2) | - | - | (8,466) |
| Loss on fair value changes in investment in films and entertainment events | | | | | | | |
| | (94) | - | - | - | - | - | (94) |
| Gain/(loss) on unrealised foreign exchange | | | | | | | |
| | 20 | (131) | 43 | 4 | - | - | (64) |
| Profit/(loss) before tax | 5,063 | (795) | 15,812 | (643) | (4,623) | - | 14,814 |
| Income tax (expenses)/credit | (1,395) | 1 | (2,528) | - | - | - | (3,922) |
| Net profit/(loss) | 3,668 | (794) | 13,284 | (643) | (4,623) | - | 10,892 |

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

4 Segmental information (continued)

Revenue by geographical location of customers

| | Group | |
|---|-------------|-----------------------|
| | 30 Sep 2024 | 30 Sep 2023 |
| | S\$'000 | S\$'000 (Restated) |
| Singapore | 26,493 | 39,835 |
| Malaysia | 2,413 | 33,920 |
| China | 7,371 | 20,431 |
| Taiwan | 24,401 | 21,957 |
| Hong Kong | 22,075 | 9,795 |
| Others | 4,560 | 2,702 |
| | 87,313 | 128,640 |
| <u>Timing of revenue recognition</u> | | |
| At point in time | 82,230 | 126,559 |
| At over time | 4,990 | 2,175 |
| | 87,220 | 128,734 |
| Gain/(loss) on fair value changes in investments in films and entertainment events, at FVPL (Note 15) | 93 | (94) |
| | 87,313 | 128,640 |

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 2024 and 31 March 2024:

| | Group | | Company | |
|---|-------------|-----------------------|-------------|-------------|
| | 30 Sep 2024 | 31 Mar 2024 | 30 Sep 2024 | 31 Mar 2024 |
| | S\$'000 | S\$'000 (Restated) | S\$'000 | S\$'000 |
| Financial assets, at amortised cost | 126,907 | 120,934 | 108,991 | 106,166 |
| Financial assets, at FVPL | 1,608 | 1,546 | - | - |
| Investment in films and entertainment events, at FVPL | 34,806 | 33,816 | - | - |
| Total | 163,321 | 156,296 | 108,991 | 106,166 |
| Financial liabilities, at amortised cost | 335,866 | 320,834 | 242,127 | 233,731 |
| Derivative financial instruments | 569 | 569 | - | - |
| Total | 336,435 | 321,403 | 242,127 | 233,731 |

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

6 (Loss)/profit before income tax

6.1 Significant items

| | Group | |
|--|--------------------------------|--------------------|
| | Six months period ended | |
| | 30 Sep 2024 | 30 Sep 2023 |
| | S\$'000 | S\$'000 |
| | | <i>(Restated)</i> |
| (Loss)/profit before income tax is arrived at after (crediting)/charging: | | |
| Amortisation of intangible assets | 1,486 | 1,353 |
| Amortisation of film rights | 1,025 | 1,782 |
| Amortisation of film intangibles | 176 | 351 |
| Depreciation of property, plant and equipment | 1,284 | 1,209 |
| Depreciation of right-of-use assets | 264 | 228 |
| Employees compensation | 5,364 | 8,498 |
| Expected credit loss on financial assets, net | (1) | (4) |
| Interest expenses on: | | |
| - Borrowings | 8,621 | 8,445 |
| - Lease liabilities | 21 | 21 |
| | 8,642 | 8,466 |
| Government grants income | (87) | (222) |
| Property, plant and equipment written off | 3 | 17 |
| Loss on fair value changes in financial assets, FVPL | - | 2 |
| Gain on fair value changes in investment in films and entertainment events, FVPL | (93) | 94 |
| Gain on disposal of property, plant and equipment | - | (32) |
| Loss/(gain) on foreign exchange, net | | |
| - Realised foreign exchange | 125 | 816 |
| - Unrealised foreign exchange | (57) | (469) |

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

6 (Loss)/profit before income tax (continued)

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:

Significant related party transactions as follows:

| | Group | |
|---|--------------------------------|--------------------|
| | Six months period ended | |
| | 30 Sep 2024 | 30 Sep 2023 |
| | S\$'000 | S\$'000 |
| <u>Sales of goods and/or services to</u> | | |
| - Associated company | 285 | 654 |
| - Related parties | 2 | - |
| <u>Management services rendered by</u> | | |
| - Associated company | - | 135 |
| <u>Other income received from</u> | | |
| - Related parties | 2 | - |
| <u>Purchase of services from</u> | | |
| - Associated company | 179 | 112 |
| - Related parties | 108 | - |
| <u>Administrative fee paid/payable to</u> | | |
| - Associated company | 220 | - |
| <u>Rental income received from</u> | | |
| - Associated company | 16 | 16 |

Outstanding balances as at 30 September 2024 and 30 September 2023, arising from sales/purchase of services, are unsecured and receivable/payable within 12 months from reporting date.

7 Income tax expenses

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:

| | Group | |
|----------------------------|--------------------------------|--------------------|
| | Six months period ended | |
| | 30 Sep 2024 | 30 Sep 2023 |
| | S\$'000 | S\$'000 |
| | | (Restated) |
| Current income tax | | |
| - Current financial period | 2,569 | 3,964 |
| - Prior financial period | 24 | 6 |
| | <u>2,593</u> | <u>3,970</u> |
| Deferred tax | | |
| - Current financial period | (48) | (48) |
| Income tax expense | <u>2,545</u> | <u>3,922</u> |

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

8 (Loss)/earnings per share

(a) Basic (loss)/earnings per share

Basic (loss)/earnings per share is calculated by dividing the net (loss)/earnings attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding during the financial period.

| | Group | |
|---|--------------------------------|-------------------|
| | Six months period ended | |
| | 1H FY2025 | 1H FY2024 |
| | | (Restated) |
| (Loss)/earnings attributable to equity holders of the Company (S\$'000) | (3,902) | 3,093 |
| Weighted average number of ordinary share issued ('000) | 4,185,914 | 3,042,911 |
| Basic (loss)/earnings per share (cents) | (0.09) | 0.10 |

(b) Diluted (loss)/earnings per share

For the purpose of calculating diluted (loss)/earnings per share, the (loss)/earnings attributable to equity holders of the Company and the weighted average number of ordinary shares outstanding are adjusted for the effects of all dilutive potential ordinary shares. The Company has dilutive potential ordinary shares from the convertible securities and 250 million free detachable warrants from one of its securities issued by the Company on 1 January 2023 and 30 December 2022 respectively. The diluted (loss)/earnings per share has been retrospectively adjusted.

Diluted (loss)/earnings per share for continuing operations and discontinued operations attributable to equity holders of the Company is calculated as follows:

| | Group | |
|--|--------------------------------|-------------------|
| | Six months period ended | |
| | 1H FY2025 | 1H FY2024 |
| | | (Restated) |
| (Loss)/earnings attributable to equity holders of the Company (S\$'000) | (3,902) | 3,093 |
| <i>Add back:</i> | | |
| Interest expense on convertible securities, net of tax (\$'000) | 1,230 | 1,482 |
| (Loss)/profit used to determine diluted (loss)/profit per share (\$'000) | (2,672) | 4,575 |
| Weighted average number of ordinary share issued ('000) | 4,185,914 | 3,042,911 |
| Effect of conversion of securities convertible ('000) | 499,271 | 499,271 |
| Effect of conversion of detachable warrants ('000) | 296,875 | 296,875 |
| Diluted (loss)/earnings per share (cents) | (0.05) | 0.12 |

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

9 Trade and other receivables

| | Group | |
|--|------------------------|--------------------------------------|
| | 30 Sep 2024 S\$'000 | 31 Mar 2024 S\$'000 (Restated) |
| Current | | |
| Trade receivables: | | |
| - Non-related parties | 91,140 | 90,366 |
| - Related parties | 110 | 95 |
| - Associated companies | 1,662 | 1,727 |
| | 92,912 | 92,188 |
| Less: Expected credit loss allowance - Non-related parties | (8,990) | (8,938) |
| Trade receivables - net (Note 9(a)) | 83,922 | 83,250 |
| Other receivables | | |
| - Non-related parties | 6,879 | 7,167 |
| - Related parties | 19 | 1,155 |
| - Associated companies | 10,644 | 6,813 |
| | 17,542 | 15,135 |
| Less: Expected credit loss allowance - Non-related parties | (3,539) | (3,685) |
| | 14,003 | 11,450 |
| Deposits (Note 9(b)) | 15,650 | 16,472 |
| Less: Expected credit loss allowance - Non-related parties | (156) | (155) |
| | 15,494 | 16,317 |
| Prepayments | 687 | 741 |
| Accrued income | 3,314 | 2,038 |
| | 117,420 | 113,796 |

(a) Trade receivables aging

| | | |
|--|---------|---------|
| Current | | |
| Below 3 months | 42,766 | 50,163 |
| 3 - 6 months | 18,447 | 6,351 |
| Above 6 months | 31,699 | 35,674 |
| | 92,912 | 92,188 |
| Expected credit loss allowance ("ECL") | (8,990) | (8,938) |
| | 83,922 | 83,250 |

Included in the "**Above 6 Months**" category mainly comprised trade receivables from:

- (i) Content business amounted to S\$24,989,000 (31 March 2024: S\$26,630,000); and
- (ii) Concert and Event business/ Unusual Limited group amounted S\$6,647,000 that are past due more than 12 months as at 30 September 2024 (31 March 2024: S\$8,939,000).

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

9 Trade and other receivables (continued)

(a) Trade receivables aging (continued)

Plans to recover the trade and other receivables

The long outstanding debts were mainly comprised industry players which have invested in many of our projects movie for the past 5 years. To date, they have not defaulted on any payment. The Group has continuously been in business with them.

For customers, the Group performs credit reviews on new customers before acceptance and an annual review for existing customers. Credit reviews take into account customers' financial strength, the Group's past experiences with the customers and other relevant factors. For other financial assets, the Group minimizes credit risk by dealing only with reputable and/or good credit quality counterparties. The Group will continue to monitor and increase its efforts to collect the receivables.

The Board of directors are of the opinion that the methodology used for impairment is in line with the Group's accounting policies and SFRS, and as a result of the assessment of the recoverability, the impairment as at reporting period is adequate. The respective board of our listed subsidiaries have also performed their own assessment.

The accounting policies and methodology for impairment of trade and other receivables are disclosed in Note 2.2(b) of the Condensed Interim Financial Statements and have been applied consistently with the past financial reporting year.

- (b) Deposits mainly comprise deposits paid for securing production-related services and film rights and/or film intangibles. Upon acquisitions being completed, the deposit is to be reclassified as production expenses in "Other Current Assets" or "Film Rights/ Film intangible or intangible assets", whichever is applicable.

10 Financial assets, at fair value through profit or loss

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

| | Group | |
|----------------------------------|--------------------|--------------------|
| | 30 Sep 2024 | 31 Mar 2024 |
| | S\$'000 | S\$'000 |
| Beginning of financial year | 1,546 | 1,649 |
| Loss on fair value changes - net | - | (62) |
| Currency translation differences | 62 | (41) |
| End of financial year | <u>1,608</u> | <u>1,546</u> |
| Represented by: | | |
| Unquoted securities | 150 | 150 |
| Unquoted convertible loans | 1,458 | 1,396 |
| | <u>1,608</u> | <u>1,546</u> |

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

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

11 Property, plant and equipment

The movement of property, plant and equipment is as follows:

| | Group | |
|------------------------------------|--------------------|--------------------|
| | 30 Sep 2024 | 31 Mar 2024 |
| | S\$'000 | S\$'000 |
| Beginning of financial period/year | 17,174 | 15,225 |
| Depreciation: | | |
| - property, plant and equipment | (1,284) | (2,472) |
| - right-of-use assets | (264) | (435) |
| Additions | 799 | 4,825 |
| Acquisition of a subsidiary | - | 112 |
| Disposal | (2) | - |
| Lease modification | 252 | - |
| Written off | (3) | (31) |
| Currency translation differences | 88 | (50) |
| End of financial period/year | <u>16,760</u> | <u>17,174</u> |
| Represented by | | |
| Property, plant and equipment | 16,105 | 16,519 |
| Right-of-use assets | 655 | 655 |
| | <u>16,760</u> | <u>17,174</u> |

The total depreciation charge for the period is included in cost of sales and administrative expenses amounting to S\$1,153,000 (6 months ended 30 September 2023: S\$1,017,000) and S\$395,000 (6 months ended 30 September 2023: S\$420,000) respectively.

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

12 Intangible assets and goodwill

| Group | Goodwill S\$'000 | Brands with finite useful life S\$'000 | Other intangibles assets S\$'000 | Total S\$'000 |
|---|---------------------|---|---|------------------|
| 30 Sep 2024 | | | | |
| Cost | | | | |
| Beginning of financial period (<i>restated</i>) | 22,791 | 8,423 | 20,502 | 51,716 |
| Currency translation differences | - | - | (72) | (72) |
| Written off | - | - | (262) | (262) |
| End of financial period | <u>22,791</u> | <u>8,423</u> | <u>20,168</u> | <u>51,382</u> |
| Accumulated amortisation | | | | |
| Beginning of financial period | - | 4,305 | 4,986 | 9,291 |
| Currency translation differences | - | - | (71) | (71) |
| Amortisation charge for the period | - | 281 | 1,205 | 1,486 |
| Written off | - | - | (262) | (262) |
| End of financial period | <u>-</u> | <u>4,586</u> | <u>5,858</u> | <u>10,444</u> |
| Accumulated impairment | | | | |
| Beginning and end of financial period | <u>-</u> | <u>-</u> | <u>405</u> | <u>405</u> |
| Carrying amount | | | | |
| End of financial period | <u>22,791</u> | <u>3,837</u> | <u>13,905</u> | <u>40,533</u> |
| 31 Mar 2024 | | | | |
| Cost | | | | |
| Beginning of financial year | 22,165 | 8,423 | 20,410 | 50,998 |
| Currency translation differences | - | - | (11) | (11) |
| Additions | - | - | 29 | 29 |
| Acquisition of a subsidiary | | | | |
| - As previously reported | 545 | - | 74 | 619 |
| - Prior year adjustment (Note 22) | 81 | - | - | 81 |
| - As restated | 626 | - | 74 | 700 |
| End of financial year (<i>restated</i>) | <u>22,791</u> | <u>8,423</u> | <u>20,502</u> | <u>51,716</u> |
| Accumulated amortisation | | | | |
| Beginning of financial year | - | 3,745 | 2,923 | 6,668 |
| Currency translation differences | - | - | (12) | (12) |
| Amortisation charge for the year | - | 560 | 2,075 | 2,635 |
| End of financial year | <u>-</u> | <u>4,305</u> | <u>4,986</u> | <u>9,291</u> |
| Accumulated impairment | | | | |
| Beginning of financial year | - | - | - | - |
| Impairment during the year | - | - | 405 | 405 |
| End of financial year | <u>-</u> | <u>-</u> | <u>405</u> | <u>405</u> |
| Carrying amount | | | | |
| End of financial year (<i>restated</i>) | <u>22,791</u> | <u>4,118</u> | <u>15,111</u> | <u>42,020</u> |

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

12 Intangible assets and goodwill (continued)

- (a) Other intangible assets include content development cost, acquired rights, software and others.
- (b) The amortisation charge for the period is included in cost of sales and administrative expenses amounting to S\$209,000 (6 months ended 30 September 2023: S\$175,000) and S\$1,277,000 (6 months ended 30 September 2023: S\$1,178,000) respectively.

Goodwill impairment testing

The management has used the fair value less cost to disposal ("FVLCD") for Concert and Event business and used the traditional approach (i.e., single cash flow projections) for Digital Entertainment business to determine the value-in-use. In preparation of the cash flow projections, significant judgement is used to assess the recoverable amounts of the CGUs which are highly dependent on management's forecasts and estimates which include, but are not limited to, discount rate, growth rate, future projected cash flows and assumptions that are affected by future market and economic conditions.

Management has reassessed recoverable amounts and is of the view that there is no impairment of goodwill is necessary as at 30 September 2024.

13 Film rights

The breakdown of film rights is presented below:

| | Group | |
|---|--------------------|--------------------|
| | 30 Sep 2024 | 31 Mar 2024 |
| | S\$'000 | S\$'000 |
| Beginning of financial period/year | 20,599 | 23,599 |
| Transfer from film products | - | 20 |
| Amortisation charge for the period/year | (1,025) | (3,012) |
| Effect of foreign currency exchange differences | 8 | (8) |
| End of financial period/year | <u>19,582</u> | <u>20,599</u> |

The amortisation charge for the period is included in cost of sales and administrative expenses amounting to S\$261,000 (6 months ended 30 September 2023: S\$1,619,000) and S\$764,000 (6 months ended 30 September 2023: S\$170,000) respectively.

Film rights encompass films and dramas produced and commercially released by the Group, as well as other film rights acquired by the Group. These rights include those for films, dramas, and additional film-related content. The category of other film rights includes intellectual property rights ("IP"), adaptation rights, and short-form video content.

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

14 Film intangibles

The film intangibles movement are presented below:

| | Group | |
|---|--------------------|--------------------|
| | 30 Sep 2024 | 31 Mar 2024 |
| | S\$'000 | S\$'000 |
| Beginning of financial period/year | 775 | 1,014 |
| Additions | 361 | 813 |
| Amortisation charge for the period/year | (176) | (1,052) |
| Effect of foreign currency exchange differences | 1 | - |
| End of financial period/year | <u>961</u> | <u>775</u> |

The amortisation charge for the period/year is included in cost of sales.

Film intangibles represents films/drama acquired by the Group for distribution over a definitive license period. The Group intends to exploit the distribution rights through its own distribution channels.

15 Investment in films and entertainment events, at FVPL

The movement of investment in films and entertainment events designated at FVPL:

| | Group | |
|---|--------------------|--------------------|
| | 30 Sep 2024 | 31 Mar 2024 |
| | S\$'000 | S\$'000 |
| Current | | |
| Beginning of financial period/year | 5,842 | 4,504 |
| Additions | 1,192 | 3,210 |
| Gain/(loss) on fair value changes - net | 25 | (1,581) |
| Income from the investment | - | (275) |
| Effect of foreign currency exchange differences | (195) | (16) |
| End of financial period/year | <u>6,864</u> | <u>5,842</u> |
| Non-current | | |
| Beginning of financial period/year | 27,974 | 21,895 |
| Additions | - | 14,142 |
| Disposal | - | (7,233) |
| Gain/(loss) on fair value changes - net | 68 | (649) |
| Income from the investment | (102) | (97) |
| Effect of foreign currency exchange differences | 2 | (84) |
| End of financial period/year | <u>27,942</u> | <u>27,974</u> |

Investments in films and entertainment events, at FVPL of the Group arise from the Group entering into various agreements with multiple parties to invest in the production of films and entertainment events, which provides the Group with an entitlement to the rights to share the new profits or loss of the films and entertainment events, in accordance with the terms set out in the respective investment agreement. At initial recognition, the costs of the investments are based on the cash consideration for these investments. The carrying amounts as at the end of the reporting period represent the fair values of the estimated net future cash flows from these investments attributable to the Group. The fair value of investment in films and entertainment events is classified in Level 3 of the fair value hierarchy.

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

16 Trade and other payables

| | Group | |
|------------------------|--------------------|--------------------|
| | 30 Sep 2024 | 31 Mar 2024 |
| | S\$'000 | S\$'000 |
| Current | | |
| Trade payables | | |
| - Non-related parties | 43,770 | 40,424 |
| - Related parties | 42 | 98 |
| - Former joint venture | 621 | 448 |
| | <u>44,433</u> | <u>40,970</u> |
| Other payables | | |
| - Non-related parties | 8,740 | 7,355 |
| - Related parties | 1,099 | 919 |
| - Associated companies | 1,591 | 1,196 |
| - Director | 90 | 73 |
| | 11,520 | 9,543 |
| Accruals | 10,444 | 10,478 |
| Deposit received | 34,064 | 27,236 |
| Withholding tax | 462 | 2,780 |
| | <u>100,923</u> | <u>91,007</u> |

17 Other current assets

Costs incurred to fulfil revenue contracts relate to direct costs incurred for revenue contracts in progress as at 30 September 2024, 31 March 2024. The Group expects the capitalised costs to be completely recovered, hence no impairment loss has been recognised.

18 Contract liabilities

Contract liabilities related to payments received in advance from customers. The related amounts are recognised as revenue when the Group fulfils its performance obligation under the contract with the customers which generally does not exceed one year.

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

19 Borrowings

| | Group | |
|--------------------------------------|------------------------|------------------------|
| | 30 Sep 2024 S\$'000 | 31 Mar 2024 S\$'000 |
| Current | 135,638 | 121,811 |
| Non-current | 98,553 | 107,234 |
| | 234,191 | 229,045 |
| Secured borrowing | | |
| Amount repayable in one year or less | 131,138 | 120,561 |
| Amount repayable after one year | 97,853 | 106,859 |
| | 228,991 | 227,420 |
| Unsecured borrowing | | |
| Amount repayable in one year or less | 4,500 | 1,250 |
| Amount repayable after one year | 700 | 375 |
| | 5,200 | 1,625 |

Details of any collateral

The Group's secured portion of borrowings are secured by:

- (i) corporate guarantees from the Company and certain subsidiaries;
- (ii) equity interest of certain subsidiaries;
- (iii) assignment of all of a subsidiary's rights, title, benefits and interests in connection with the agreement executed relating to a project; and
- (iv) leasehold properties of the Group.

20 Share capital

| | Number of shares '000 | Issued and paid-up share capital S\$'000 |
|---------------------------------------|-----------------------------|---|
| Ordinary shares of the Company | | |
| 30 Sep 2024 | | |
| Beginning and end of financial period | 4,185,914 | 258,014 |
| 31 Mar 2024 | | |
| Beginning of financial year | 2,790,610 | 230,602 |
| Issuance of right shares | 1,395,304 | 27,412 |
| End of financial year | 4,185,914 | 258,014 |

The Company did not have any treasury shares as at 30 September 2024 and 31 March 2024.

21 Net asset value

| | Group | | Company | |
|---|-------------|-------------|-------------|-------------|
| | 30 Sep 2024 | 31 Mar 2024 | 30 Sep 2024 | 31 Mar 2024 |
| Net asset value attributable to equity holders of the Company (S\$'000) | 69,016 | 72,557 | 9,564 | 51,105 |
| Number of ordinary shares issued ('000) | 4,185,914 | 4,185,914 | 4,185,914 | 4,185,914 |
| Net asset value per ordinary share (cents) | 1.65 | 1.73 | 0.23 | 1.22 |

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

22 Comparative figures

Certain comparative figures have been reclassified as a result of the completion of purchase price allocation to the identifiable assets and liabilities for the acquisition of subsidiary, Elliot Communications Pte Ltd and its subsidiaries, during the financial year ended 31 March 2024 and conform to current period presentation.

In the previous financial years, the Group had entered into agreements to invest in films and entertainment events. Under the provisions of these agreements, the Group is entitled to share certain percentage of the net profits or loss generated by the respective films and entertainment events, in accordance with the terms and conditions set out in the agreements. Therefore, management had reassessed and recognised these investments in films and entertainment events as financial assets at FVPL.

The effect of the abovementioned adjustments to the consolidated statement of financial position as at 31 March 2024, consolidated statement of comprehensive income for the six months period ended 30 September 2023 and consolidated statement of cash flows for the six months period ended 30 September 2023 as follows:

| | As previously reported S\$'000 | Adjustment S\$'000 | As restated S\$'000 |
|---|--------------------------------------|-----------------------|------------------------|
| Group | | | |
| 1 April 2023 | | | |
| <u>Consolidated statement of financial position</u> | | | |
| Current assets | | | |
| Trade and other receivables (Note 9) | 114,053 | (257) | 113,796 |
| Non-current assets | | | |
| Intangible assets and goodwill (Note 12) | 41,939 | 81 | 42,020 |
| Non-current liabilities | | | |
| Deferred income tax liabilities | (4,078) | (13) | (4,091) |
| Equity | | | |
| Accumulated losses | (173,541) | (130) | (173,671) |
| Non-controlling interests | (41,573) | 189 | (41,384) |
| <u>Consolidated statement of comprehensive income</u> | | | |
| <u>for the six months period ended 30 September 2023</u> | | | |
| Revenue (Note 4) | 128,734 | (94) | 128,640 |
| Cost of sales | (89,457) | 224 | (89,233) |
| <u>Consolidated statement of cash flows</u> | | | |
| <u>for the six months period ended 30 September 2023</u> | | | |
| Cash flow provided by operating activities | | | |
| Amortisation of intangible assets | 1,782 | 7 | 1,789 |
| Amortisation of film intangibles | 575 | (231) | 344 |
| (Gain)/loss on fair value changes in investment in films and entertainment events, at FVPL, net | - | 94 | 94 |

23 Subsequent events

On 1 November 2024, the Placement Share was completed and allotted to placees for a total of 2,349,730,500 ordinary shares at a placement price of S\$0.017 per share. The Company's total issued and paid-up shares (excluding treasury shares and subsidiary holdings) increased from 4,185,913,830 to 6,535,644,330 shares. The Placement Shares did not result in adjustments to this set of condensed interim financial statements.

F OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2

1 Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

The condensed consolidated statement of financial position of mm2 Asia Ltd. and its subsidiaries as at 30 September 2024 and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the half year then ended and certain explanatory notes have not been audited or reviewed.

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.

This is not required to any audit issue that is a material uncertainty relating to going concern

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 reported on.**

Review of Financial Performance (Consolidated Statement of Comprehensive Income)

1H FY2025 vs 1H FY2024

Revenue

The Group's revenue declined by approximately S\$41.3 million or 32.1%, from S\$128.6 million in 1H FY2024 to S\$87.3 million in 1H FY2025. This decrease was primarily due to a lower number of projects completed in the Concert and Event segment. Further insights for the revenue performance of each segment are as follows:

Revenue (before segments elimination) from the Content business rose by approximately S\$6.5 million or 11.1%, from S\$58.4 million in 1H FY2024 to S\$64.9 million in 1H FY2025. The increase was mainly attributable from:

- (i) higher revenue from production by S\$4.3 million or 7.7% as the segment completed more projects as compared to previous corresponding period;
- (ii) higher distribution income by S\$1.4 million or 48.6% due to more notable movie titles; and
- (iii) sponsorship revenue increased significantly by approximately S\$1.0 million or 601.0% mainly arising from film production.

Revenue (before segments elimination) from the Digital Entertainment business declined by approximately S\$0.8 million, or 28.6%, from S\$2.8 million in 1H FY2024 to S\$2.0 million in 1H FY2025. This decrease was primarily due to a lower number of projects completed in 1H FY2025, resulting in a drop of S\$1.3 million or 76.5%, from S\$1.7 million in 1H FY2024 to S\$0.4 million in 1H FY2025. However, this was partially offset by an increase in Public relations revenue, which grew by S\$0.4 million or 36.4%, from S\$1.1 million in 1H FY2024 to S\$1.5 million in 1H FY2025, largely due to the consolidation of full half-year results for Public Relations revenue in 1H FY2025.

Revenue (before segments elimination) from the Concert and Event business declined by approximately S\$46.7 million or 70.3%, from S\$66.4 million in 1H FY2024 to S\$19.7 million in 1H FY2025. This decrease was primarily due to a lower number of projects completed in Promotion and Production revenue compared to the previous corresponding period.

Other segment consists of media advertising activities, news agency activities, brand consulting services, streaming digital films and short video content. Revenue (before segments elimination) of this segment decreased by S\$0.1 million or 7.7%, from S\$1.3 million in 1H FY2024 to S\$1.2 million in 1H FY2025. This was mainly due to a lower number of projects completed in 1H FY2025 compared to the previous corresponding period.

F OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2 (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 (continued):

Review of Financial Performance (Consolidated Statement of Comprehensive Income) (continued)

Cost of sales

Cost of sales decreased by approximately S\$26.2 million or 29.4%, from S\$89.2 million in 1H FY2024 to S\$63.0 million in 1H FY2025. The decrease in the cost of sales was in line with the decrease in revenue from respective business, particularly, the Content and Concert and Event business.

Gross profit

Gross profit decreased by approximately S\$15.1 million, from S\$39.4 million in 1H FY2024 to S\$24.3 million in 1H FY2025, and the decrease was mainly due to a lower number of projects completed from Content and Concert and Event business. Consequently, the Group's overall gross profit margin declined from 30.6% to 27.8%.

Other income

Other income in 1H FY2025 remained fairly consistent as compared to 1H FY2024. The other income was primarily attributable to government grants and interest income.

Other gains/losses - net

The Group recorded net other gains of approximately S\$0.2 million in 1H FY2025, from a net other losses of S\$0.3 million in the previous corresponding period. This increase in net gains was primarily due to a gain on the modification of borrowing of S\$0.2 million in 1H FY2025.

Administrative expenses

Administrative expenses consist of the following:

| | 1H FY2025 S\$'000 | 1H FY2024 S\$'000 |
|---|----------------------|----------------------|
| Staff costs (excluding cost classified in cost of sales) | 4,169 | 7,035 |
| Professional fees | 1,778 | 1,139 |
| Depreciation and amortisation (including depreciation on rights-of-use) | 2,266 | 1,828 |
| Others | 1,635 | 1,620 |
| | <u>9,848</u> | <u>11,622</u> |

The Group's administrative expenses decreased by approximately S\$1.8 million or 15.5% from S\$11.6 million in 1H FY2024 to S\$9.8 million in 1H FY2025. The decrease was attributed to:

- (a) a decrease in staff cost by approximately a total of S\$2.9 million mainly attributable to the Concert and Event business due to the absence of provision for their executive directors' contracted incentive; and

partially offset by:

- (b) an increase in professional fees by approximately S\$0.7 million, from S\$1.1 million in 1H FY2024 to S\$1.8 million in 1H FY2025, was mainly contributed by the Company's recent corporate exercises.

Finance expenses

In the current reporting period, finance expenses increased by S\$0.1 million or 1.2%, from S\$8.5 million in 1H FY2024 to S\$8.6 million in 1H FY2025. This rise was primarily driven by a S\$0.2 million increase in interest expenses, mainly attributable to the Content business.

F OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2 (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 (continued):

Review of Financial Performance (Consolidated Statement of Comprehensive Income) (continued)

Share of losses of associated companies

The share of losses of associated companies increased by S\$3.1 million from S\$4.7 million in 1H FY2024 to S\$7.8 million in 1H FY2025. It was mainly attributable to the mm Connect Pte. Ltd. and its subsidiaries ("mm Connect Group"), an associated company, which operates the cinema business. The share of losses of associated companies are summarised below:

| | 1H FY2025 | 1H FY2024 |
|---------------------------------------|------------------|------------------|
| | S\$'000 | S\$'000 |
| mm Connect Group (Cinema Business) | (7,671) | (4,623) |
| Other immaterial associated companies | (109) | (68) |
| | <u>(7,780)</u> | <u>(4,691)</u> |

Set out below are the extracts of financial information of the Group's and the Company's material associated companies, mm Connect Pte. Ltd.

| | 1H FY2025 | 1H FY2024 |
|--|------------------|------------------|
| | S\$'000 | S\$'000 |
| Revenue | 13,793 | 23,643 |
| Expenses include, | | |
| - Depreciation of plant and equipment and right-of-use assets | 5,473 | 6,562 |
| - (Gain)/loss on foreign exchange, net | (91) | 370 |
| Net loss for the financial period | <u>(7,189)</u> | <u>(4,623)</u> |
| Other comprehensive income, net of tax: | | |
| Items that may be reclassified subsequently to profit or loss: | | |
| - Currency translation differences arising from consolidation - losses | (482) | - |
| Total comprehensive loss for the financial period | <u>(7,671)</u> | <u>(4,623)</u> |

Cinema business revenue decreased by approximately S\$9.8 million or 41.5%, from S\$23.6 million in 1H FY2024 to S\$13.8 million in 1H FY2025. This decrease was primarily due to lower admissions and number of titles released in 1H FY2025.

(Loss)/profit before income tax

As a result of the aforementioned, the Group's financial performance declined, shifting from a pre-tax profit of S\$14.8 million to a pre-tax loss of S\$1.4 million. This decrease was primarily driven by a lower number of completed projects in the Concert and Event and Cinema business compared to the previous corresponding period.

There is no pro forma net profit and EBITDA of the Group are presented as there were no material variances between pre-SFRS16 and Post-SFRS 16 effects. Please refer to Note 4 to the Condensed Interim Financial Statements for further breakdown.

F OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2 (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 (continued):

Review of Financial Position (Consolidated Statement of Financial Position)

30 September 2024 vs 31 March 2024

Current assets

Current assets increased by S\$24.2 million or 9.3%, from S\$261.4 million to S\$285.6 million contributed by:

- (i) a net increase in trade and other receivables by approximately S\$3.6 million or 3.2% from S\$113.8 million to S\$117.4 million mainly attributable to the Content business;
- (ii) an increase in other current assets (i.e. costs incurred by the Group in fulfilling a contract with its customers (third party commissioned projects) for ongoing projects by approximately S\$18.1 million or 14.1%, from S\$128.7 million to S\$146.8 million due to an increase of number of ongoing projects. These project costs will be recognised as the cost of sales upon completion; and
- (iii) an increase in cash and cash equivalents by approximately S\$2.3 million or 29.5%, from S\$7.8 million to S\$10.1 million, mainly due to cash provided by operating activities of S\$2.8 million, cash utilised in investing activities for S\$0.7 million and cash generated from financing activities of S\$0.2 million (refer to Review of Cash Position for details).

Non-current assets

Non-current assets decreased by S\$10.5 million or 5.5%, from S\$192.5 million to S\$182.0 million contributed by:

- (i) a decrease in investments in associated companies by S\$7.8 million or 9.5% mainly due to the share of losses of associated companies, particularly mm Connect Pte. Ltd.; and
- (ii) a decrease in intangible assets and goodwill by approximately S\$1.5 million or 3.6% was mainly due to amortisation expenses of S\$1.5 million.

Current liabilities

Current liabilities increased by S\$24.3 million or 10.7%, from S\$227.6 million to S\$251.9 million contributed by:

- (i) a net increase in trade and other payable by S\$9.9 million or 10.9%, mainly attributed by Content business;
- (ii) short-term borrowings increased by approximately S\$13.8 million or 11.3%, from S\$121.8 million to S\$135.6 million. This increase was primarily due to the reclassification of convertible securities of S\$11.5 million from non-current liabilities to current liabilities during the current reporting period in accordance to their respective maturity periods; and

partially offset by:

- (iii) repayment of bank borrowings approximately S\$19.2 million.

Non-current liabilities

Non-current liabilities decreased by approximately S\$9.3 million or 8.3%, from S\$112.4 million to S\$103.1 million mainly due to the reclassification of convertible securities of S\$11.5 million from non-current liabilities to current liabilities during the current reporting period in accordance to their respective maturity period.

F OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2 (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 (continued):

Review of Cash Position (Consolidated Statement of Cash Flow)

1H FY2025 vs 1H FY2024

As at 30 September 2024, the Group's cash and cash equivalents, net of bank overdraft, amounted to approximately S\$10.1 million, as compared to S\$17.6 million in the corresponding period. The decrease in cash and cash equivalents mainly arose from:

(a) Net cash provided by operating activities

In current reporting period, the non-cash adjustments to operating activities, other than interest, tax, depreciation and amortisation, mainly contributed by:

- (i) share of losses of associated companies of S\$7.8 million; and
- (ii) gains on modification of borrowings, net of S\$0.2 million;

Accordingly, the Group generated approximately S\$18.8 million net cash inflow from operating activities before net working capital changes as compared to S\$33.3 million net cash inflow from operating activities before net working capital changes in the previous corresponding period.

After applying net working capital changes, it generated net cash inflows of approximately S\$2.8 million (previous corresponding period: S\$24.3 million). The net working capital changes are derived from:

- (i) a net increase in trade and other receivables of S\$4.0 million mainly attributed by Content business;
- (ii) a net increase in other current assets of S\$18.7 million due to higher project costs incurred and a higher number of projects;
- (iii) a net increase in investment in films and entertainment events of S\$1.1 million mainly attributed by Concert and Event business;
- (iv) a net increase in trade and other payables of S\$9.9 million was mainly due higher business activities;
- (v) a net decrease in contract liabilities of S\$0.1 million due to higher completion of projects; and
- (vi) corporate tax payments of S\$1.6 million during the year are mainly from Concert and Event business.

(b) Net cash used in investing activities

In current reporting period, net cash outflows from investing activities amounted to approximately S\$0.7 million as compared to S\$3.5 million outflows in the previous corresponding period, was mainly contributed by:-

- (i) addition of property, plant and equipment of S\$0.8 million; contributed by Concert and Event business.

(c) Net cash generated from financing activities

In current reporting period, net cash intflows from financing activities amounted to approximately S\$0.2 million (previous corresponding period: S\$12.0 million), mainly contributed by:

- (i) proceeds from bank borrowings approximately S\$20.6 million mainly derived from the Content business;
- (ii) proceeds from the issuance of new convertible securities for S\$0.7 million by Vividthree Holdings Ltd.;
- (iii) proceeds from the issuance of new shares of S\$2.5 million by Vividthree Holdings Ltd.;
- (iv) repayment of borrowings for S\$19.2 million was mainly derived from the Content business;
- (v) repayment of lease liabilities of S\$0.3 million was mainly contributed by the Content and Digital Entertainment business; and
- (vi) interest payments of S\$4.0 million, comprising S\$4.0 million in interest on borrowings and less than S\$0.1 million in interest on lease liabilities.

As a result, the Group recorded a net cash increase of approximately S\$2.3 million in the current reporting period, as compared to a net cash increase of approximately S\$8.7 million in the previous corresponding period.

F OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2 (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 Asian media and entertainment industry continues its rapid transformation, driven by evolving consumer preferences and technological advancements.

Demand for content across all platforms is still strong, and the Group's revenue from the Core content segment reflects this.

While the Hollywood strikes had a significant impact on the industry in the last year, the supply of content from Hollywood has partially recovered and is expected to further improve over the next 12 months. The lack of content from Hollywood has also seen the rise of strong Asian content from across the region to fill screens. Content from Asia is expected to continue on its growth trajectory.

Online video consumption continues to surge, with short-form and social platforms dominating engagement and revenue generation. As more consumers turn to their smartphones for entertainment, online video revenues from subscriptions and advertising have grown significantly. However, cost of living increases and subscription fatigue in saturated Subscription Video on Demand ("SVOD") markets could pose challenges in some Asian territories as SVOD platforms increase prices and new entrants compete for market share. Despite these challenges, the high demand for content presents opportunities for content creators to explore content partnerships and multi-channel distribution models.

While digital platforms dominate, live events continue to thrive. The public's desire for shared experiences and unique connections has fuelled a resurgence in live events, with record-breaking ticket sales across the region.

Barring any unforeseen circumstances, the Group is cautiously optimistic on its business performances for the next 12 months.

5 If a decision regarding dividend has been made:

(a) Whether an interim (final) dividend has been declared (recommended); and

None.

(b) Amount per share in cents

Not applicable.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

(d) The date the dividend is payable

Not applicable.

(e) 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 recorded a loss for the period.

7 If the group has obtained a general mandate from shareholders for interested person transactions ("IPT"), the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

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

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

8 Update on Use of proceeds

Issuance of Placement Shares

On 1 November 2024, the Placement Share was completed and allotted to placees for a total of 2,349,730,500 ordinary shares at a placement price of S\$0.017 per share. The Company's total issued and paid-up shares (excluding treasury shares and subsidiary holdings) increased from 4,185,913,830 to 6,535,644,330 shares.

As at the 11 November 2024, the status of proceeds in Singapore dollar is as follows:

| | Intended Use of Net Proceeds | Amount Allocated S\$'000 | Amount Utilised S\$'000 | Balance of Net Proceeds S\$'000 |
|-----|--|-----------------------------|----------------------------|------------------------------------|
| (a) | Payment to creditor | 18,984 | 18,984 | - |
| (b) | Expenses incurred in relation to Placement Shares ⁽¹⁾ | 1,500 | 1,500 | - |
| (c) | General working capital ⁽²⁾ | 19,461 | 15,521 | 3,940 |
| | | 39,945 | 36,005 | 3,940 |

⁽¹⁾ Expenses incurred in relation to the Private Placement relate to Professional Fees, Underwritten Commissions and Manager fees.

⁽²⁾ General working capital includes payment to suppliers in connection with productions projects and other operating costs. The S\$15.5 million has been applied towards general working capital for project-related expenses of approximately \$13.1 million and for the cinema business of approximately \$2.4 million.

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

The Board of Directors of the Company confirms that, to the best of their knowledge, nothing has come to their attention which may render the unaudited financial results of the Group and the Company for the financial period ended 30 September 2024 to be false or misleading, in any material aspect.

10 Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720 (1).

The Company has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720 (1).

11 Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(9). If there are no such persons, the issuer must make an appropriate negative statement.

There is no person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer.

BY ORDER OF THE BOARD

Melvin Ang Wee Chye
Executive Chairman

14 November 2024