



Vividthree Holdings Ltd.

(Incorporated in the Republic of Singapore)

(Company Registration No. 201811828R)

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS AND FULL FINANCIAL YEAR ENDED 31 MARCH 2024**

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**").

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.

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Vividthree Holdings Ltd. and its Subsidiaries

(Incorporated in Singapore)

Unaudited Condensed Interim Financial Statements

For The Six Months And Full Financial Year Ended 31 March 2024

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VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

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

	Note	Group			Group		
		Six months period ended			For the full financial year ended		
		31 Mar 2024 ("2H FY2024") (Unaudited) \$	31 Mar 2023 ("2H FY2023") (Unaudited) \$ (Restated) ⁽¹⁾	Change %	31 Mar 2024 ("FY2024") (Unaudited) \$	31 Mar 2023 ("FY2023") (Audited) \$ (Restated) ⁽¹⁾	Change %
Revenue	4	4,247,003	1,083,192	292.1%	7,092,933	2,913,974	143.4%
Cost of sales		(3,088,854)	(1,641,629)	88.2%	(4,427,660)	(3,034,607)	45.9%
Gross profit/(loss)		1,158,149	(558,437)	<i>NM</i>	2,665,273	(120,633)	<i>NM</i>
<i>Other income</i>							
- Interest income		17,703	27,028	-34.5%	48,748	54,460	-10.5%
- Others		83,405	20,856	299.9%	107,563	60,636	77.4%
<i>Other losses - net</i>		(106,678)	(309,841)	-65.6%	(331,421)	(667,616)	-50.4%
<i>Expenses</i>							
- Administrative		(1,899,296)	(1,207,058)	57.3%	(3,926,563)	(2,601,526)	50.9%
- Finance		(80,707)	(84,204)	-4.2%	(171,397)	(172,095)	-0.4%
Loss before income tax		(827,424)	(2,111,656)	-60.8%	(1,607,797)	(3,446,774)	-53.4%
Income tax expense	7	(9,488)	(4,266)	122.4%	(8,864)	(4,266)	107.8%
Net loss for the financial period/year		(836,912)	(2,115,922)	-60.4%	(1,616,661)	(3,451,040)	-53.2%
Other comprehensive income, net of tax:							
Items that may be reclassified subsequently to profit or loss:							
Currency translation differences arising from consolidation - (losses)/gains		(22,523)	99,195	<i>NM</i>	118,299	246,271	<i>NM</i>
Total comprehensive loss, net of tax		(859,435)	(2,016,727)	-57.4%	(1,498,362)	(3,204,769)	-53.2%
(Loss)/Profit attributable to:							
Equity holders of the Company		(1,028,297)	(2,113,751)	-51.4%	(1,830,358)	(3,446,869)	-46.9%
Non-controlling interests		191,385	(2,171)	<i>NM</i>	213,697	(4,171)	<i>NM</i>
		(836,912)	(2,115,922)	-60.4%	(1,616,661)	(3,451,040)	-53.2%
Total comprehensive (loss)/income attributable to:							
Equity holders of the Company		(1,050,820)	(2,014,109)	-47.8%	(1,712,059)	(3,200,151)	-46.5%
Non-controlling interests		191,385	(2,171)	<i>NM</i>	213,697	(4,171)	<i>NM</i>
		(859,435)	(2,016,280)	-57.4%	(1,498,362)	(3,204,322)	-53.2%
Loss per share for loss attributable to equity holders of the Company							
Basic and diluted (cents)	8	(0.28)	(0.57)	-50.9%	(0.49)	(0.93)	-47.3%

NM - not meaningful

⁽¹⁾ The comparative figures for 2H FY2023 and FY2023 have been restated. Please refer to Note 24 for further details.

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

B. CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

	Note	Group		
		As at	As at	As at
		31 Mar 2024 (Unaudited) \$	31 Mar 2023 (Audited) \$ (Restated) ⁽¹⁾	1 April 2022 (Audited) \$ (Restated) ⁽¹⁾
ASSETS				
Current assets				
Cash at banks		1,425,134	560,797	893,525
Trade and other receivables	9	1,719,526	1,302,214	3,484,830
Deposits and prepayments		3,652,961	3,796,639	593,629
Inventories		800,000	800,000	800,000
Other current assets	19	742,019	1,152,432	1,551,821
		<u>8,339,640</u>	<u>7,612,082</u>	<u>7,323,805</u>
Non-current assets				
Deposits		-	-	3,500,000
Plant and equipment	10	55,489	118,922	273,093
Right-of-use assets		395,713	282,226	164,217
Financial assets, at FVPL	11	1,545,922	1,649,029	1,700,755
Investments in films and entertainment events, at FVPL	12	5,663,205	6,243,764	5,816,088
Goodwill arising from consolidation	14	3,397,056	2,851,917	2,851,917
Acquired rights	15	1,288,406	1,427,869	1,517,332
Intangible assets	16	204,862	222,470	729,691
		<u>12,550,653</u>	<u>12,796,197</u>	<u>16,553,093</u>
Total assets		<u>20,890,293</u>	<u>20,408,279</u>	<u>23,876,898</u>
LIABILITIES				
Current liabilities				
Trade and other payables	17	4,527,227	1,883,599	590,836
Contract liabilities	20	569,335	584,360	693,320
Borrowings	18	2,410,528	2,525,728	2,558,245
Lease liabilities		184,041	93,774	142,359
Current income tax liabilities		135,017	156,648	172,639
		<u>7,826,148</u>	<u>5,244,109</u>	<u>4,157,399</u>
Non-current liabilities				
Borrowings	18	549,821	1,520,737	3,046,456
Lease liabilities		219,308	189,027	16,037
Provisions		40,991	57,506	55,337
		<u>810,120</u>	<u>1,767,270</u>	<u>3,117,830</u>
Total liabilities		<u>8,636,268</u>	<u>7,011,379</u>	<u>7,275,229</u>
NET ASSETS		<u>12,254,025</u>	<u>13,396,900</u>	<u>16,601,669</u>
EQUITY				
Equity attributable to equity holders of the Company				
Share capital	21	15,959,231	15,959,231	15,959,231
Merger reserve		2,921,000	2,921,000	2,921,000
Translation reserve		367,370	249,071	2,800
Accumulated losses		(7,564,617)	(5,734,259)	(2,287,390)
		<u>11,682,984</u>	<u>13,395,043</u>	<u>16,595,641</u>
Non-controlling interests		571,041	1,857	6,028
Total equity		<u>12,254,025</u>	<u>13,396,900</u>	<u>16,601,669</u>

⁽¹⁾ The comparative figures for 31 March 2022 and 1 April 2022 have been restated. Please refer to Note 24 for further details.

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

B. CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

	Note	Company		
		As at 31 Mar 2024 (Unaudited) \$	As at 31 Mar 2023 (Audited) \$	As at 1 April 2022 (Audited) \$
ASSETS				
Current assets				
Cash at banks		133,621	58,143	404,150
Trade and other receivables	9	12,426,108	12,905,639	12,846,188
Deposits and prepayments		3,750	128,433	25,932
		<u>12,563,479</u>	<u>13,092,215</u>	<u>13,276,270</u>
Non-current assets				
Financial assets, at FVPL	11	850,000	900,000	900,000
Investments in subsidiaries	13	1,159,390	461,900	451,900
		<u>2,009,390</u>	<u>1,361,900</u>	<u>1,351,900</u>
Total assets		<u>14,572,869</u>	<u>14,454,115</u>	<u>14,628,170</u>
LIABILITIES				
Current liabilities				
Trade and other payables	17	1,721,381	939,257	739,161
Current income tax liabilities		1,084	1,085	1,085
Total liabilities		<u>1,722,465</u>	<u>940,342</u>	<u>740,246</u>
NET ASSETS		<u>12,850,404</u>	<u>13,513,773</u>	<u>13,887,924</u>
EQUITY				
Equity attributable to equity holders of the Company				
Share capital	20	15,959,231	15,959,231	15,959,231
Accumulated losses		(3,108,827)	(2,445,458)	(2,071,307)
		<u>12,850,404</u>	<u>13,513,773</u>	<u>13,887,924</u>
Non-controlling interests		-	-	-
Total equity		<u>12,850,404</u>	<u>13,513,773</u>	<u>13,887,924</u>

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

C. CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

	Attributable to equity holders of the Company				Total	Non-controlling interests	Total equity
	Share capital	Merger reserve	Translation reserve	Accumulated losses			
	\$	\$	\$	\$	\$	\$	\$
Group (Unaudited)							
At 1 April 2023 (restated)	15,959,231	2,921,000	249,071	(5,734,259)	13,395,043	1,857	13,396,900
Net (loss)/profit for the financial year	-	-	-	(1,830,358)	(1,830,358)	213,697	(1,616,661)
Other comprehensive income for the financial year	-	-	118,299	-	118,299	-	118,299
Total comprehensive (loss)/income for the financial year	-	-	118,299	(1,830,358)	(1,712,059)	213,697	(1,498,362)
Non-controlling interest arising from acquisition of a subsidiary	-	-	-	-	-	355,487	355,487
At 31 March 2024	15,959,231	2,921,000	367,370	(7,564,617)	11,682,984	571,041	12,254,025
Group (Restated)							
At 1 April 2022	15,959,231	2,921,000	2,352	(2,388,810)	16,493,773	6,028	16,499,801
Prior year adjustments ⁽¹⁾	-	-	448	101,420	101,868	-	101,868
At 1 April 2022 (restated)	15,959,231	2,921,000	2,800	(2,287,390)	16,595,641	6,028	16,601,669
Net loss for the financial year	-	-	-	(3,446,869)	(3,446,869)	(4,171)	(3,451,040)
Other comprehensive loss for the financial year	-	-	246,271	-	246,271	-	246,271
Total comprehensive loss for the financial year	-	-	246,271	(3,446,869)	(3,200,598)	(4,171)	(3,204,769)
At 31 March 2023	15,959,231	2,921,000	249,071	(5,734,259)	13,395,043	1,857	13,396,900

⁽¹⁾ The comparative figures for 2H FY2023 and FY2023 have been restated. Please refer to Note 24 for further details.

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

C. CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

Attributable to equity holders of the Company

	Share capital \$	Accumulated losses \$	Total equity \$
<u>Company (Unaudited)</u>			
At 1 April 2023	15,959,231	(2,445,458)	13,513,773
Total comprehensive loss for the financial year	-	(663,369)	(663,369)
At 31 March 2024	15,959,231	(3,108,827)	12,850,404
At 1 April 2022	15,959,231	(2,071,307)	13,887,924
Total comprehensive loss for the financial year	-	(373,503)	(373,503)
At 31 March 2023	15,959,231	(2,444,810)	13,514,421

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

D. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

	Group	
	For the full financial year ended	
	FY2024 (Unaudited) \$	FY2023 (Audited) \$ (Restated) ⁽¹⁾
Cash flows from operating activities		
Net loss for the financial year	(1,616,661)	(3,451,040)
Adjustments for:		
- Income tax credits	8,864	4,266
- Interest income	(48,748)	(54,460)
- Interest expense	171,398	172,095
- Amortisation of intangible assets	92,376	496,403
- Amortisation of acquired rights	139,463	89,463
- Bad debt written off	-	4,280
- Depreciation of plant and equipment	61,910	166,990
- Depreciation of right-of-use assets	181,597	142,211
- Plant and equipment written off	30,612	52
- Loss on disposal of plant and equipment	-	243
- Loss/(gain) arising from derecognition of leases	28	(886)
- Fair value loss on financial assets, at FVPL	102,498	-
- Fair value (gain)/loss on investment in films and entertainment events, at FVPL	(13,202)	100,259
- Unrealised foreign currency exchange loss	145,614	593,415
Operating cash flows before working capital changes	<u>(744,251)</u>	<u>(1,736,709)</u>
Change in working capital:		
- Trade and other receivables	563,536	1,394,159
- Deposits and prepayments	186,098	277,123
- Other current assets	398,097	256,693
- Trade and other payables	2,340,056	1,313,553
- Contract liabilities	<u>(391,914)</u>	<u>(108,587)</u>
Cash generated from operations	2,351,622	1,396,232
Interest received	2,037	97
Income tax paid	<u>(56,086)</u>	<u>(4,266)</u>
Net cash provided by operating activities	<u>2,297,573</u>	<u>1,392,063</u>
Cash flows from investing activities		
Acquisition of a subsidiary, net of cash acquired (Note 14)	77,367	-
Proceeds from disposal of plant and equipment	-	130
Proceeds from disposal of investment in films and entertainment events	514,376	-
Income from investment in films and entertainment events	-	43,590
Additions to plant and equipment	(17,681)	(14,071)
Government grants received for development of software (intangible assets)	-	154,936
Net cash provided by investing activities	<u>574,062</u>	<u>158,536</u>
Cash flows from financing activities		
Interest paid	(171,398)	(169,926)
Repayment of borrowings	(1,643,949)	(1,558,236)
Repayment of lease liabilities	(177,770)	(134,778)
Net cash used in financing activities	<u>(1,993,117)</u>	<u>(1,862,940)</u>
Net changes in cash at banks	878,518	(312,341)
At beginning of financial year	560,797	893,525
Effects of currency translation on cash at banks	<u>(14,181)</u>	<u>(20,387)</u>
End of financial year	<u>1,425,134</u>	<u>560,797</u>

⁽¹⁾ The comparative figures have been restated. Please refer to Note 24 for further details.

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;
- (b) Providing event management services; and
- (c) Providing advisory and consulting services and communication and media relations solutions.

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 financial year ended 31 March 2024 have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore and should be read in conjunction with the Group's last annual consolidated financial statements as at and for the financial year 31 March 2023. 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 since the last annual financial statements for the year ended 31 March 2023.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with Singapore Financial Reporting Standards ("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 2023. 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 year.

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 year ended 31 March 2024.

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.

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, through the valuation method of fair value less cost to disposal or value-in-use. There is no indication of impairment as at financial year ended 31 March 2024.

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

Expected credit losses ("ECL") on trade and other receivables and deposits 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.

In accordance with SFRS(I) 9 *Financial Instruments*, the Group determines the allowance for expected credit losses ("ECL") on trade receivables by assessing the lifetime ECL. This assessment takes into consideration the Group's historical default probabilities, which are adjusted for forward-looking factors and the specific economic environment relevant to the respective group of the debtors. Other receivables and deposits are generally measured at an amount equal to 12-months ECL. However, if the credit quality deteriorates and the credit risk associated with other financial assets significantly increases after their initial recognition, the 12-months ECL is replaced by the lifetime ECL.

(c) Valuation of financial assets, at FVPL

The Group carries certain of its financial assets at fair value through profit or loss and changes in FVPL are 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.

(d) Valuation of investments in films and entertainment events, at FVPL

Investments in films and entertainment events refer to the Group's participation in the films and entertainment events with an entitlement to share a certain percentage of income generated from the investment in accordance with the terms of the contractual agreement. The Group measured, at initial recognition, the cost of the investment based on the cash considerations for these investments. Their carrying amounts 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 acquired rights

The costs of acquired rights will be amortised over the economic benefits period (over maximum of 10 years' useful life or its contractual period). The amortisation period and method for these acquired rights will be reviewed annually and it will be subject to impairment assessment whenever there is an indication that it may be impaired. Additional amortisation and/or impairment are made if estimated projected cash flows are materially different from the previous estimation.

During the financial year ended 31 March 2024, the Group has considered the existence of impairment indicators resulting from external factors. Consequently, the management has assessed the recoverable amount of these acquired rights as at 31 March 2024. The determination of the recoverable amount was based on projected income throughout the remaining useful lives of these acquired rights ("projection"). As part of the impairment assessment, the management, at their best knowledge and experience, estimated the income that the Group is expected to generate from the exploitation and exhibition of these acquired rights throughout their remaining useful lives and/or its contractual period. As at 31 March 2024, no impairment loss is required, as the recoverable amount of these acquired rights exceeds their carrying amount.

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

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

2.2 Use of judgements and estimates (continued)

(f) Valuation of other current assets

Other current assets of the Group represents the assets recognised for costs incurred to fulfil a contract, which is the future events relating to digital media and digital and live experience production services. The Group shall recognise an impairment loss in profit or loss to the extent that the carrying amount of the asset exceeds the remaining amount of consideration that the entity expects to receive in exchange for the services to which the asset relates less the costs that relate directly to providing those services and that have not been recognised as expenses.

In assessing the impairment of other current assets, judgements are used to estimate the remaining amount of consideration that the Group is expected to receive and the costs that relate directly to providing the services.

Management has assessed that the remaining amount of consideration less cost to complete is expected to be higher than the carrying amount of other current assets, accordingly, no impairment is required.

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 Chief Executive Officer, Chief Operating Officer, Chief Content Officer, Financial Controller, 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 Group is organised into 2 operating segments, namely (a) Digital Media & Live Experience Production, comprising digital media production (formerly known as post-production) and digital & live experience production (formerly known as content production); and (b) public relations services. 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) Digital Media & Live Experience Production

(i) Digital & live experience production (formerly known as "Content-production")

Digital & live experience production refers to the production of immersive experiential content for Meeting, Incentives, Conferences and Events (MICE) 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.

(ii) Digital media production (formerly known as "Post-production")

Digital media 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.

The Digital & Live experience production and digital media production segments have been aggregated into a single segment for FY2024 to provide more meaningful information for strategic decisions from management. Accordingly, the segment information for FY2023 has been restated. The revenue for both Digital & Live experience and Digital media Production have been disclosed in Note 4.2 in this Condensed Interim Financial Statements.

(b) Public relations

Public relations services refers to the services in management consultancy services and communications and media relations solutions.

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		Total
	Six months period ended		
	Digital Media & Live Experience Production	Public relations	
	\$	\$	\$
1 October 2023 to 31 March 2024			
("2H FY2024")			
Revenue			
- External parties	2,651,068	1,595,935	4,247,003
(Loss)/Gain before interest, tax, depreciation amortisation, fair value change and unrealised foreign exchange ("LBITDA)/EBITDA")	(1,141,475)	348,895	(792,580)
Unrealised foreign exchange gains/(losses)	209,893	(12)	209,881
Fair value change for investment in films and entertainment events	13,202	-	13,202
Amortisation of intangible assets	36,733	-	36,733
Amortisation of acquired rights	(93,308)	-	(93,308)
Depreciation of plant and equipment	(20,936)	(10,273)	(31,209)
Depreciation of right-of-use assets	(47,123)	(42,313)	(89,436)
Interest expense	(66,262)	(14,445)	(80,707)
(Loss)/profit before income tax	(1,109,276)	281,852	(827,424)
Income tax expense	-	(9,488)	(9,488)
Net (loss)/profit for the financial period	(1,109,276)	272,364	(836,912)
1 October 2022 to 31 March 2023			
("2H FY2023")			
Revenue			
- External parties	1,083,192	-	1,083,192
Loss before interest, tax, depreciation amortisation, fair value change and unrealised foreign exchange ("LBITDA")	(1,313,258)	-	(1,313,258)
Unrealised foreign exchange losses	(211,064)	-	(211,064)
Fair value change for investment in films and entertainment events	(100,259)	-	(100,259)
Amortisation of intangible assets	(191,904)	-	(191,904)
Amortisation of acquired rights	(44,732)	-	(44,732)
Depreciation of plant and equipment	(95,603)	-	(95,603)
Depreciation of right-of-use assets	(70,632)	-	(70,632)
Interest expense	(84,204)	-	(84,204)
Loss before income tax	(2,111,656)	-	(2,111,656)
Income tax expense	(4,266)	-	(4,266)
Net loss for the financial period	(2,115,922)	-	(2,115,922)

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		
	For the full financial year ended		
	Digital Media & Live Experience Production \$	Public relations \$	Total \$
1 April 2023 to 31 March 2024 ("12M FY2024")			
Revenue			
- External parties	4,409,558	2,683,375	7,092,933
(Loss)/Gain before interest, tax, depreciation amortisation, fair value change and unrealised foreign exchange ("LBITDA)/EBITDA")	(1,257,269)	428,627	(828,642)
Unrealised foreign exchange (losses)/gains	(145,629)	15	(145,614)
Fair value change for investment in films and entertainment events	13,202	-	13,202
Amortisation of intangible assets	(92,376)	-	(92,376)
Amortisation of acquired rights	(139,463)	-	(139,463)
Depreciation of plant and equipment	(55,420)	(6,491)	(61,911)
Depreciation of right-of-use assets	(98,936)	(82,659)	(181,595)
Interest expense	(147,536)	(23,861)	(171,397)
Loss before income tax	(1,923,428)	315,631	(1,607,797)
Income tax expense	-	(8,864)	(8,864)
Net loss for the financial year	(1,923,428)	306,767	(1,616,661)
1 April 2022 to 31 March 2023 ("12M FY2023")			
Revenue			
- External parties	2,913,974	-	2,913,974
Loss before interest, tax, depreciation amortisation, fair value change and unrealised foreign exchange ("LITDA")	(1,685,938)	-	(1,685,938)
Unrealised foreign exchange losses	(593,415)	-	(593,415)
Fair value change for investment in films and entertainment events	(100,259)	-	(100,259)
Amortisation of intangible assets	(496,403)	-	(496,403)
Amortisation of acquired rights	(89,463)	-	(89,463)
Depreciation of plant and equipment	(166,990)	-	(166,990)
Depreciation of right-of-use assets	(142,211)	-	(142,211)
Interest expense	(172,095)	-	(172,095)
Loss before income tax	(3,446,774)	-	(3,446,774)
Income tax expense	(4,266)	-	(4,266)
Net loss for the financial year	(3,451,040)	-	(3,451,040)

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

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

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		Group	
	Six months period ended		For the full financial year ended	
	2H FY2024	2H FY 2023	FY2024	FY 2023
	\$	\$	\$	\$
<i>At a point in time</i>				
Digital media production	818,840	701,502	1,603,930	2,340,284
Digital & live experience production	1,832,228	381,690	2,805,628	573,690
	<u>2,651,068</u>	<u>1,083,192</u>	<u>4,409,558</u>	<u>2,913,974</u>
<i>At over time</i>				
Public relations services	1,595,935	-	2,683,375	-
	<u>4,247,003</u>	<u>1,083,192</u>	<u>7,092,933</u>	<u>2,913,974</u>
Geographical regions based on location of customers				
Singapore	3,643,957	1,005,452	5,638,272	2,405,728
Malaysia	459,061	70,942	871,935	103,062
Japan	334	-	141,877	332,656
China	110,000	-	355,000	-
Others	33,651	6,798	85,849	72,528
	<u>4,247,003</u>	<u>1,083,192</u>	<u>7,092,933</u>	<u>2,913,974</u>

4.2A Breakdown of sales

	Group		
	12-month period ended FY2024	12-month period ended FY 2023	Increase/ (Decrease)
	\$	\$	
Revenue reported for the first half year	2,845,930	1,830,782	55%
Loss after tax before deducting non-controlling interests reported for first half year	(780,373)	(1,335,118)	-42%
Revenue reported for the second half year	4,247,003	1,083,192	292%
Loss after tax before deducting non-controlling interests reported for second half year	<u>(827,424)</u>	<u>(2,111,656)</u>	-61%

5 Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group and of the Company as at 31 March 2024 and 31 March 2023:

	Group		
	As at 31 Mar 2024	As at 31 Mar 2023	As at 1 April 2022
	\$	\$	\$
Financial assets at amortised cost	3,198,655	1,875,210	8,230,756
Financial assets, at FVPL	7,209,127	7,892,793	7,516,843
Financial liabilities at amortised cost	<u>7,890,925</u>	<u>6,212,865</u>	<u>6,353,932</u>
Company			
	As at 31 Mar 2024	As at 31 Mar 2023	As at 31 Mar 2022
	\$	\$	\$
Financial assets at amortised cost	12,559,729	12,963,782	13,250,338
Financial assets, at FVPL	900,000	900,000	900,000
Financial liabilities at amortised cost	<u>1,721,381</u>	<u>939,256</u>	<u>739,161</u>

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

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

6 Loss before taxation

6.1 Significant items

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

	Group		Group	
	Six months period ended		For the full financial year ended	
	2H FY2024	2H FY 2023	FY2024	FY2023
	\$	\$	\$	\$
Amortisation of intangible assets	(36,733)	191,904	92,376	496,403
Amortisation of acquired rights	93,308	44,732	139,463	89,463
Bad debts written off	-	4,280	-	4,280
Depreciation of plant and equipment	89,436	95,603	61,911	166,990
Depreciation of right-of-use assets	80,707	70,632	181,595	142,211
Employees compensation	1,150,548	1,566,548	2,396,287	3,168,514
Plant and equipment written-off	-	-	30,612	52
Finance expenses	80,708	84,204	171,397	172,095
Fair value loss on financial assets at FVPL	102,498	-	102,498	-
Fair value loss/(gain) on investments in films and entertainment events	(13,202)	100,259	(13,202)	100,259
Interest income	(17,703)	(27,028)	(48,748)	(54,460)
Government grants income	(75,510)	(5,471)	(83,632)	(33,679)
Loss on disposal of plant and equipment	-	(3)	-	243
Loss/(gain) on derecognition of right-of-use assets	-	14	28	(886)
Realised foreign currency exchange losses/(gains)	30,815	8,113	106,109	(15,861)
Unrealised foreign currency exchange losses	209,881	211,064	145,614	593,415

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		Group	
	Six months period ended		For the full financial year ended	
	2H FY2024	2H FY 2023	FY2024	FY2023
	\$	\$	\$	\$
<u>Holding company</u>				
Purchase of services	20,000	20,000	20,000	20,000
<u>Related parties</u>				
Sales of services	134,650	91,413	191,950	92,561
Purchase of services	-	6,900	-	20,700
Rental expenses paid	954	4,495	1,865	4,965

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

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

7 Taxation

The Group calculates the 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 consolidated statement of profit or loss are:

	Group		Group	
	Six months period ended		For the full financial year ended	
	2H FY2024	2H FY 2023	FY2024	FY2023
	\$	\$	\$	\$
Tax expense attributable to loss is made up of:				
- Current income tax	9,488	4,266	8,864	4,266

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 year.

	Group		Group	
	Six months period ended		For the full financial year ended	
	2H FY2024	2H FY 2023	FY2024	FY2023
	\$	\$	\$	\$
Net loss attributable to equity holders of the Company (\$)	(1,028,297)	(2,113,751)	(1,830,358)	(3,446,869)
Weighted average number of ordinary shares outstanding for basic and diluted loss per share	371,511,764	371,511,764	371,511,764	371,511,764
Basic and diluted loss per share (cents)	(0.28)	(0.57)	(0.49)	(0.93)

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 year.

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

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

9 Trade and other receivables (continued)

The trade receivables aging of the Group is analysed as follows:

	Group		
	As at 31 Mar 2024	As at 31 Mar 2023	As at 1 April 2022
	\$	\$	\$
Below 3 months	477,682	850,675	843,847
3 - 6 months	114,917	25,112	83,460
6 - 12 months	45,162	96,300	89,485
Above 12 months	34,143	64,200	1,851,051
	<u>671,904</u>	<u>1,036,287</u>	<u>2,867,843</u>
Expected credit loss allowance ("ECL")	(30,245)	(30,245)	(103,262)
	<u><u>641,659</u></u>	<u><u>1,006,042</u></u>	<u><u>2,764,581</u></u>

The Group reviews its accounts receivables on an ongoing basis. The Group has a dedicated department to follow up with long outstanding receivables. The Group total trade and other receivables as at 31 March 2024 have increased by \$0.42 million from \$1.30 million as at 31 March 2023 to \$1.72 million as at 31 March 2024, representing a 32.3% mainly due to consolidating of a new subsidiary, Public Relation segment, in FY2024. For trade receivables, it decreases by \$0.36 million from \$1.00 million as at 31 March 2023 to \$0.64 million as at 31 March 2024 mainly due to settlement of long overdue outstanding. The Group will continue to monitor and increase its efforts to collect the receivables.

The Board of directors are of the view that the methodology used of expected credit loss is in line with the Group's accounting policies and SFRS(I) (as disclosed in Note 2.2 in this Condensed Interim Consolidated Financial Statements) and as a result of the assessment of the recoverability, the expected credit losses is adequate as at reporting date.

10 Plant and equipment

Group	\$
At 31 Mar 2024	
Carrying amount at beginning of financial year	118,922
Additions	17,681
Acquisition of a subsidiary	11,660
Write off	(30,612)
Depreciation	(61,910)
Currency translation differences	(252)
Carrying amount at end of financial period	<u><u>55,489</u></u>
At 31 Mar 2023	
Cost	2,345,025
Accumulated depreciation	(2,226,103)
Carrying amount at end of financial year	<u><u>118,922</u></u>
At 31 Mar 2022	
Cost	2,334,663
Accumulated depreciation	(2,061,570)
Carrying amount at end of financial year	<u><u>273,093</u></u>

The depreciation charge for the year is included in cost of sales and administrative expenses amounting to \$Nil (FY2023: \$67,773) and \$61,910 (FY2023: \$99,217) respectively.

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

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

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

	Group		
	As at 31 Mar 2024	As at 31 Mar 2023	As at 1 April 2022
	\$	\$	\$
Financial assets designated at FVPL:			
<u>Unquoted securities</u>			
- Singapore	140,000	190,000	190,000
- United States	10,000	10,000	10,000
	<u>150,000</u>	<u>200,000</u>	<u>200,000</u>
<u>Unquoted convertible loans</u>			
- Singapore	700,000	700,000	700,000
- Malaysia	695,922	749,029	800,755
	<u>1,395,922</u>	<u>1,449,029</u>	<u>1,500,755</u>
	<u><u>1,545,922</u></u>	<u><u>1,649,029</u></u>	<u><u>1,700,755</u></u>
	Company		
	As at 31 Mar 2024	As at 31 Mar 2023	As at 31 Mar 2022
	\$	\$	\$
Financial assets designated at FVPL:			
<u>Unquoted securities</u>			
- Singapore	140,000	190,000	190,000
- United States	10,000	10,000	10,000
	<u>150,000</u>	<u>200,000</u>	<u>200,000</u>
<u>Unquoted convertible loans</u>			
- Singapore	700,000	700,000	700,000
	<u>850,000</u>	<u>900,000</u>	<u>900,000</u>

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

	Group	
	As at 31 Mar 2024	As at 31 Mar 2023
	\$	\$
Beginning of financial year	1,649,029	1,700,755
Loss on fair value changes - net	(101,289)	-
Currency translation differences	(1,818)	(51,726)
End of financial year	<u>1,545,922</u>	<u>1,649,029</u>
	Company	
	As at 31 Mar 2024	As at 31 Mar 2023
	\$	\$
Beginning of financial year	900,000	900,000
Additions	-	-
Disposals	-	-
Loss on fair value changes - net	(50,000)	-
End of financial year	<u>850,000</u>	<u>900,000</u>

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)).

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

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

12 Investments in films and entertainment events, at FVPL

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

	Group	
	As at 31 Mar 2024	As at 31 Mar 2023
	\$	\$
At the beginning of the year	6,243,764	5,816,088
Additions	-	2,036,840
Disposal	(514,376)	(1,251,000)
Gain/(loss) on fair value changes - net	13,202	(100,259)
Income from the investment	-	(43,590)
Currency translation differences	(79,385)	(214,315)
End of financial year	<u>5,663,205</u>	<u>6,243,764</u>

The Group's investment in films and entertainment events as at 31 March 2024, 31 March 2023 and 1 April 2022 are classified as investment in films and entertainment events at fair value through profit or loss (FVPL) as their contractual cash flows are not solely payments of principle and interest.

Investments in films and entertainment events refer to the Group's participation in the films and entertainment events with an entitlement to share a certain percentage of income generated from the investment in accordance with the terms of the contractual agreement. The Group measured, at initial recognition, the cost of the investment based on the cash considerations for these investments. Their carrying amounts 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.

13 Investments in subsidiaries

	Company	
	As at 31 Mar 2024	As at 31 Mar 2023
	\$	\$
Equity investments at cost		
Beginning of financial year	461,900	451,900
Additions	697,490 ^(b)	10,000 ^(a)
End of financial year	<u>1,159,390</u>	<u>461,900</u>

(a) On 16 March 2023, the Company incorporated a wholly-owned subsidiary, Beyond Digital Galaxy Pte. Ltd. The subsidiary has an initial issued and paid-up share capital totalling to \$10,000. The principal activity of Beyond Digital Galaxy Pte Ltd is provision of post-production services for e-commerce activities.

(b) On 27 May 2023, the Company completed a sale and purchase agreement ("SPA") with Quin Yeo Chow In and Foo JinZhong Jeremy (the "Vendor") for the acquisition 30% of issued and paid-up share capital in Elliot Communications Pte. Ltd. ("Elliot Communications") for a total purchase consideration of \$697,490. The purchase consideration is comprising \$308,000 for Vendor's shares and \$389,490 for subscription of new shares in Elliot Communications. On the same day, the Company, Vendor and Elliot Communications entered a shareholders agreement ("SHA"). Pursuant to the SHA, the Company had exercised its rights and had appointed a representative as a director and chairman of Elliot Communications that constituted a majority control in the board of Elliot Communications. In compliance with SFRS (I) 10 - *Consolidated Financial Statements*, management had assessed and determined that Elliot Communication is a subsidiary of the Company.

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

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

14 Goodwill

	Group	
	As at	As at
	31 Mar 2024	31 Mar 2023
	\$	\$
<i>Cost and carrying amount</i>		
Beginning of financial year	2,851,917	2,851,917
Additions	545,139	-
End of financial year	<u>3,397,056</u>	<u>2,851,917</u>

On 27 May 2023, the Company completed the acquisition of a new subsidiary, namely Elliot Communications Pte. Ltd. Upon the completion of the acquisition, a provisional of goodwill of \$545,139 has been recognised in the Condensed Interim Statements of Financial Position as at 31 March 2024. The goodwill arising from these acquisitions in the financial year was provisionally determined as the purchase price allocation exercise of these acquisitions is currently being assessed.

In accordance with accounting policies as disclosed in Note 2.2(a), no impairment on the goodwill as at this reporting date as there was no indication of impairment.

(i) Purchase Consideration:	Group
	\$
Cash paid to Vendor	308,000
Cash paid to Elliot Communication's for subscription of new shares	389,490
	<u>697,490</u>
(ii) Identifiable assets acquired:	Group
	\$
Identifiable net assets acquired	77,930
Add: Customer database arising from the acquisition	74,421
Add: Goodwill	545,139
Total purchase consideration	<u>697,490</u>
(iii) Effect on cash flows of the Group	
Cash paid to Vendor	(308,000)
Less: Cash and cash equivalents acquired	385,367
Cash outflow on acquisition	<u>77,367</u>

15 Acquired rights

	Group	
	As at	As at
	31 Mar 2024	31 Mar 2023
	\$	\$
Cost		
Beginning of financial year	1,673,893	1,673,893
Additions	-	-
End of financial period/year	<u>1,673,893</u>	<u>1,673,893</u>
Accumulated amortisation		
Beginning of financial year	246,024	156,561
Amortisation charge for the year	139,463	89,463
End of financial year	<u>385,487</u>	<u>246,024</u>
Carrying amount		
End of financial year	<u>1,288,406</u>	<u>1,427,869</u>

Acquired rights comprised of intellectual property rights.

The amortisation charge for the year is included in cost of sales and administrative expenses amounting to \$139,463 (FY2023: \$89,463) and \$Nil (FY2023:\$Nil) respectively.

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

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

16 Intangible assets

	Group	
	As at 31 Mar 2024	As at 31 Mar 2023
	\$	\$
Cost		
Beginning of financial year	1,505,050	1,525,964
Additions	347	154,008
Government grants received for development of software	-	(154,936)
Disposals	-	(938)
Reclassification from work in progress	-	-
Customer database arising from the acquisition (Note14(ii))	74,421	-
Currency translation differences	-	(19,048)
End of financial year	<u>1,579,818</u>	<u>1,505,050</u>
Accumulated amortisation		
Beginning of financial year	1,282,580	796,273
Amortisation charge for the year	92,376	496,403
Currency translation differences	-	(10,096)
End of financial year	<u>1,374,956</u>	<u>1,282,580</u>
Carrying amount		
End of financial year	<u>204,862</u>	<u>222,470</u>

Intangible assets consist of self-developed immersive content, softwares and licenses. The accounting policy applied is in consistent with the recent annual report.

The amortisation charge for the year is included in cost of sales and administrative expenses amounting to \$92,376 (FY2023: \$485,491) and \$Nil (FY2023: \$10,912) respectively.

17 Trade and other payables

	Group		
	As at 31 Mar 2024	As at 31 Mar 2023	As at 1 April 2022
	\$	\$	\$
Trade payables			
- Non-related parties	2,350,660	524,800	22,042
- Related parties	4,537	4,783	5,114
	<u>2,355,197</u>	<u>529,583</u>	<u>27,156</u>
Other payables			
- Non-related parties	271,999	211,598	161,575
- Holding company	26,015	6,008	33,275
- Related parties	10,472	7,612	41,550
	<u>308,486</u>	<u>225,218</u>	<u>236,400</u>
Accruals	1,089,564	741,598	327,280
Deposit received	773,980	387,200	-
	<u>4,527,227</u>	<u>1,883,599</u>	<u>590,836</u>

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

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

17 Trade and other payables (continued)

	Company		
	As at 31 Mar 2024	As at 31 Mar 2023	As at 1 April 2022
	\$	\$	
Other payables	162,710	122,461	72,057
- Non-related parties	26,008	6,008	33,275
- Holding company	379,193	392,593	427,000
- Subsidiaries	229	229	229
- Related parties	<u>568,140</u>	<u>521,291</u>	<u>532,561</u>
Accruals	653,241	417,966	206,600
Deposit received	<u>500,000</u>	<u>-</u>	<u>-</u>
	<u><u>1,721,381</u></u>	<u><u>939,257</u></u>	<u><u>739,161</u></u>

Related parties of the Group and of the Company are entities controlled and be able to exercise significant influence by the holding company.

18 Bank borrowings

	Group		
	As at 31 Mar 2024	As at 31 Mar 2023	As at 1 April 2022
	\$	\$	\$
<u>Amount repayable within one year</u>			
Secured	2,410,528	2,525,728	2,558,245
<u>Amount repayable after one year</u>			
Secured	549,821	1,520,737	3,046,456
Total borrowings	<u><u>2,960,349</u></u>	<u><u>4,046,465</u></u>	<u><u>5,604,701</u></u>

The securities for the borrowings are as follow:

- (i) Bank borrowings amounted to \$3,253,675 is secured by corporate guarantees from the Company and fixed charge over proceeds account of a subsidiary; and
- (ii) Bank borrowings amounted to \$510,513 is secured by personal guarantee from a non-controlling interest.

19 Deposit and prepayment

Included in the deposit (current) of the Group is deposit of \$3,500,000 (FY2023: \$3,500,000) was made to secure a potential investment in films. The deposit is expected to be utilised within the next 12 months.

20 Other current assets

Costs incurred to fulfill revenue contracts related to direct costs incurred for revenue contracts in progress as at 31 March 2024, 31 March 2023 and 31 March 2022. The Group expects the capitalised costs to be fully recovered, hence no impairment loss has been recognised.

21 Contract liabilities

Contract liabilities related to billings in advance to customers for contract services to be fulfilled. 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.

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

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

22 Share capital

	Group and Company	
	No. of shares	Amount \$
As at 31 March 2024		
Beginning and end of financial year	371,511,764	15,959,231
As at 31 March 2023		
Beginning and end of financial year	371,511,764	15,959,231

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

23 Net asset value

	Group		
	As at 31 Mar 2024 \$	As at 31 Mar 2023 \$	As at 1 April 2022 \$
Net asset value attributable to equity holders of the Company (\$)	11,682,984	13,395,043	16,595,641
Number of ordinary shares issued	371,511,764	371,511,764	371,511,764
Net asset value per ordinary share (cents)	3.14	3.61	4.44
	Company		
	As at 31 Mar 2024 \$	As at 31 Mar 2023 \$	As at 1 April 2022 \$
Net asset value attributable to equity holders of the Company (\$)	12,850,404	13,513,773	13,887,924
Number of ordinary shares issued	371,511,764	371,511,764	371,511,764
Net asset value per ordinary share (cents)	3.46	3.64	3.74

24 Comparative figures

During the financial year, the Group reviewed and reassessed the classification of investments in films and entertainment events for the financial year ended 31 March 2024.

Investments in films and entertainment events refer to the Group's participation in the films and entertainment events with an entitlement to share a certain percentage of income generated from the investment in accordance with the terms of the contractual agreement. The Group measured, at initial recognition, the cost of the investment based on the cash considerations for these investments. Their carrying amounts 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. As a result, these investments are classified as investment in films and entertainment events since there are contractual cash flows to receive cash from non-related parties. However, the contractual cash flows from these investments do not meet criteria for solely payment of principal and interest in accordance with SFRS (I) 9 Financial Instruments. Therefore, this investment will be classified as investment in films and entertainment events at fair value through profit or loss ("FVPL").

As a result of the reassessment, certain comparative figures for the financial years ended 31 March 2022 and 31 March 2023 have been restated and adjusted to improve the clarity of the nature of the underlying assets and conform to the current year's presentation.

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

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

24 Comparative figures (continued)

The effect of the abovementioned adjustments to the consolidated statement of financial position as at 31 March 2023 and 1 April 2022, consolidated statement of comprehensive income and consolidated statements of cash flows for the financial year ended 31 March 2023 as follows:

Group	As previously reported S\$	Adjustment S\$	As restated S\$
1 April 2022			
<u>Consolidated statement of financial position</u>			
Non current assets			
Investments in films and entertainment events	-	5,816,088	5,816,088
Acquired rights	7,231,552	(5,714,220)	1,517,332
Equity			
Translation reserve	2,352	448	2,800
Accumulated losses	(2,388,810)	101,420	(2,287,390)
31 March 2023			
<u>Consolidated statement of financial position</u>			
Non current assets			
Investments in films and entertainment events	-	6,243,764	6,243,764
Acquired rights	7,611,275	(6,183,406)	1,427,869
Equity			
Translation reserve	255,392	(6,321)	249,071
Accumulated losses	(5,800,938)	66,679	(5,734,259)
<u>Consolidated statement of comparative income</u>			
Other income			
- Others	104,226	(43,590)	60,636
Other losses - net	(567,357)	(100,259)	(667,616)
Administrative	2,710,634	(109,108)	2,601,526
Loss before income tax	(3,412,033)	(34,741)	(3,446,774)
<u>Consolidated statement of cash flows</u>			
Cash flows from operating activities			
Net loss for the financial year	(3,416,299)	(34,741)	(3,451,040)
Fair value gain on investments in films and entertainment events	-	100,259	100,259
Amortisation of acquired rights	198,571	(109,108)	89,463
Cash flows from investing activities			
Income from investments in films and entertainment events	-	43,590	43,590

25 Subsequent events

There are no known subsequent events which have led to adjustments to this set of condensed 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 financial year ended 31 March 2024 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)

FY2024 vs FY2023

Revenue

Group's revenue grew by approximately \$4.18 million or 143.6% compared to the corresponding last year, from \$2.91 million in FY2023 to \$7.09 million in FY2024. The growth was mainly due to better performance from our Digital Media & Live Experience Production segment and consolidation of newly acquired subsidiary, namely Elliot Communications Pte. Ltd. (the "Public Relations" segment) from 27 May 2023, which contributed \$2.68 million to the Group's revenue in the current financial year.

Revenue from Digital & Live Experience Production business also rose by approximately \$2.24 million or 393%, from \$0.57 million in FY2023 to \$2.81 million in FY2024, was mainly due to better demands for new immersive location-based entertainment as all outdoor and event entertainment activities in FY 2024. Revenue Digital Media Production business recorded \$1.60 million in FY2024 from \$2.34 million in FY2023, a decrease of \$0.74 million or 31.6%, due to certain projects' completion dates have postponed to the next financial year.

Cost of sales

Cost of sales rose by approximately \$1.40 million or 46.2%, from \$3.03 million in FY2023 to \$4.43 million in FY2024. The increase in cost of sales was in line with the increase in revenue from respective business segments and consolidating of a newly acquired subsidiary.

Gross profit

As a result of the above, Group had returned from gross loss \$0.12 million in FY2023 to a gross profit \$2.67 million in FY2024. The higher gross profit was primarily contributed by better performance from the Digital & Live Experience Production business.

Other income

Other income in FY2024 remained fairly consistent as compared to FY2023. The other income were primarily attributable to government grant and interest income.

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)**

FY2024 vs FY2023

Other losses - net

Other losses decreased by \$0.34 million from \$0.67 million in FY2023 to \$0.33 million in FY2024. The decrease in other losses was primarily due to:

- (i) lower losses on unrealised foreign exchange amounted to \$0.45 million as it was contributed by the revaluation of outstanding intercompany balances of Malaysia and China subsidiaries to the Group's functional currency; and
- (ii) fair value loss on investment in films and entertainment events amounted to \$0.13 millions

Administrative expenses

Administrative expenses increased by approximately \$1.33 million or 51.2%, from \$2.60 million in FY2023 to \$3.93 million in FY2024. The increase in administrative expenses was primarily due to:

- (i) the consolidating of the newly acquired subsidiary's administrative expenses amounted to \$1.58 million; and
- (ii) incurred professional fees arising from the recent corporate exercise.

Finance expenses

Finance expenses in FY2024 remained fairly consistent as compared to FY2023. The finance expenses were primarily attributable to interest charges related to operating lease liabilities and bank borrowings.

Loss before income tax

For the reasons set out above, Digital Media & Live Experience Production segment reduced its losses before tax by approximately \$1.52 million to loss before tax of \$1.92 million and the Group's newly acquired Public Relations segment recorded profit before tax of \$0.32 million. Overall, the Group loss before tax has reduced by approximately \$1.83 million or 53%, from \$3.45 million in FY2023 to \$1.62 million in FY2024.

Earnings before interest, tax, depreciation, amortisation, fair value change and unrealised foreign exchange losses/gains (EBITDA)

For the Group's loss in EBITDA has also reduced by \$0.81 million, from a EBITDA loss of \$1.64 million in FY2023 to a EBITDA loss of \$0.83 million in FY2024. The improvement in EBITDA mainly due to better performance in Digital & live experience production and the contributions from the Group's newly acquired subsidiary.

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)

FY2024 vs FY2023

Current assets

Current assets increased by approximately \$0.73 million or 9.6% from \$7.61 million as at 31 March 2023 to \$8.34 million as at 31 March 2024 mainly due to:

- (i) net increase in cash at banks of approximately \$0.88 million as at 31 March 2023 to \$1.43 million as at 31 March 2024. It was contributed by (a) cash inflow from operating activities of \$2.30 million, (b) cash inflow from investing activities of \$0.57 million and (iii) offset with cash utilised in financing activities of \$1.99 million mainly repayment of interests and borrowings.
- (iii) net increase in total trade and other receivables of approximately \$0.42 million to \$1.72 million as at 31 March 2024. The trade receivables in FY2024 has reduced by approximately \$0.36 million after settlement of long outstanding receivables. On the other hand, the Group's other receivables increased by approximately \$0.78 million in FY2024 is mainly attributable to newly acquired subsidiary.

partially offset by:

- (iv) net decrease in other current assets of \$0.41 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.

Non-current assets

Non-current assets decreased by approximately \$0.25 million or 2.0%, from \$12.80 million as at 31 March 2023 to \$12.55 million as at 31 March 2024 mainly due to decrease in:

- (i) plant and equipment of \$0.06 million due to depreciation charges;
- (ii) amortisation charges on acquired rights of \$0.77 million and intangible assets of \$0.09 million;
- (iii) fair value loss of investments in films and entertainment events of \$0.58 million; and

The decrease in non-current assets is partially offset by:

- (iv) additions to right-of-use assets of approximately \$0.12 million;
- (vi) provisional of goodwill of \$0.55million mainly due to our completion of acquisitions of subsidiary, Elliot Communication Pte Ltd on 27 May 2023.

Current liabilities

Current liabilities increased by approximately \$2.59 million or 49.4%, from \$5.24 million as at 31 March 2023 to \$7.83 million as at 31 March 2024 mainly due to increase in:

- (i) trade and other payables of approximately \$2.65 million due to accrued project costs and administrative expenses;
- (ii) lease liabilities of approximately \$0.09 million mainly attributed to newly acquired subsidiary;

partially offset by:

- (iii) contract liabilities of \$0.10 million for progress billing for ongoing projects which will be recognised as revenue when the Group fulfilled its performance obligation due to increase in advance billings for ongoing projects; and
- (iv) net decrease borrowings of \$0.12 million mainly due to repayment of bank borrowings.

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)

FY2024 vs FY2023

Non-current liabilities

Non-current liabilities decreased by approximately \$0.96 million or 54.2%, from \$1.77 million as at 31 March 2023 to \$0.81 million as at 31 March 2024. The decrease was mainly due to decreases in:

- (i) net long-term bank borrowing of \$0.97 million due to repayment of bank borrowings; and

partially offset by:

- (iii) net lease liabilities of \$0.03million due to additional of lease liabilities attributable to newly acquired subsidiary.

REVIEW OF CASH POSITION (CONSOLIDATED STATEMENT OF CASH FLOW)

Operating activities

Net cash utilised in operating activities before changes in working capital amounted to approximately \$2.30million in FY2024 (FY2023: \$1.44 million). The changes in working capital in FY2024 provided a cash flow of approximately \$2.94 million as follows:

- (i) decrease in trade and other receivables by \$0.46 million ;
- (ii) decrease in deposits and prepayments by \$0.55 million due to recognition of expenses from prepayment;
- (iii) decrease in other current assets by \$0.40 million due to charge out as cost of sales upon completion;
- (iii) increase in trade and other payables by \$2.34 million; and
- (iv) decrease in contract liabilities by \$0.39 million due to most of projects complete in net financial year.

Investing activities

Net cash provided by investing activities amounted to approximately \$0.57 million in FY2024 compared to net cash inflows of \$0.11 million in FY2023. The net cash inflow generated from investing activities in FY2024 was mainly arising from:

- (i) net of cash acquired from acquisition of approximately \$0.08 million (being cash consideration paid to vendor subtracts the Elliot Communication's cash and cash equivalent);
- (ii) proceed disposal of investment in film amounted to approximately \$0.51 million; and

partially offset with the cash utilised in:

- (iii) additions of plant and equipment of \$17,681.

Financing activities

Net cash utilised in financing activities amounted to approximately \$1.99 million in FY2024 as compared to net cash outflows of \$1.86 million in FY2023. This was mainly due to:

- (i) payment of interests on bank borrowings of \$0.17 million;
- (ii) repayment of bank borrowings principal of \$1.64 million; and
- (iii) repayment of operating lease liabilities of \$0.18 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 is making a strategic shift, capitalizing on its core capabilities in digital content creation, away from post-production and computer graphics services into new business lines. The older business lines have become increasingly competitive due to technological advancements in both hardware and software, lowering the barriers to entry. This, combined with rising labour costs, has squeezed margins since the Group's inception, with the COVID-19 pandemic further exacerbating the issue.

Since then the Group has been shifting its focus on the production of immersive experiential content for Meetings, Incentives, Conferences, and Exhibitions (MICE) events is poised for significant growth. This strategic positioning aligns perfectly with Singapore's ambition to become the world's leading MICE destination, a goal underscored by the increasing global demand for such events, particularly within the Asia-Pacific region.

Moving forward, the Group intends to utilize its capabilities to develop and deliver impactful live and digital experiences for both MICE events and the family entertainment sector. Additionally, the upcoming reporting period will see the execution of strategic plans to broaden the Group's business model by entering new consumer-facing segments.

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.

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

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

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.

8 Disclosure on Incorporation, Acquisition and Realisation of Shares pursuant to Rule 706A of the Catalist Rules

As announced on 27 June 2023, the Company completed a sale and purchase agreement ("SPA") with Quin Yeo Chow In and Foo JinZhong Jeremy (the "Vendor") for the acquisition 30% of issued and paid-up share capital in Elliot Communications Pte. Ltd. ("Elliot Communications") for a total purchase consideration of \$697,490. The purchase consideration is comprising \$308,000 for Vendor's shares and \$389,490 for subscription of new shares in Elliot Communications. The purchase consideration is funded through the Group's internal resources.

9 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 received undertaking from all its directors and executive officers in the format as set out in Appendix 7H under Rule 720(1) of the Listing Manual of the SGX-ST.

10 Disclosure of persons 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(10).

The Group does not have any person occupying a managerial position in the Company or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the Company.

11 Confirmation by Directors pursuant to Rule 705(5) of the SGT-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 31 March 2024 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Charles Yeo Eng Pu
Chief Executive Officer and Executive Director

Wong Kim Soon Royson
Independent Director

28 May 2024