

spackmanentertainmentgroup

SPACKMAN ENTERTAINMENT GROUP LIMITED

(Company Registration No.: 201401201N)

(Incorporated in the Republic of Singapore on 10 January 2014)

MATERIAL VARIANCES BETWEEN UNAUDITED FINANCIAL STATEMENTS AND THE AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

The Board of Directors (the “**Board**”) of Spackman Entertainment Group Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the announcement on the unaudited full year financial statements for the financial year ended 31 December 2023 (“**FY2023**”) dated 29 February 2024 (“**Announcement**”).

Pursuant to Rule 704(5) of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”), the Board wishes to announce certain material adjustments made to the unaudited full-year financial statements for the financial year ended 31 December 2023 following the finalisation of the audit and issuance of the independent auditor’s report for FY2023 dated 12 April 2024 by the Company’s external auditors, Messrs Baker Tilly TFW LLP (the “**Independent Auditor’s Report**”).

Details and clarifications of the material variances are set out in the explanatory notes below.

Consolidated Statement of Financial Position of the Group as at 31 December 2023

<i>US\$'000</i>	Audited	Unaudited	Variance	%	Note
Non-current assets					
Financial assets at fair value through profit or loss	–	259	(259)	(100)	A
Investment in associated companies	11,569	12,240	(671)	(5.48)	B
Current assets					
Financial assets at fair value through profit or loss	808	1,118	(310)	(27.74)	C
Current liabilities					
Film obligations and production loans	497	877	(380)	(43.31)	D

Notes:

- A Variance due to higher fair value loss on investments in financial assets at FVTPL amounts to USD258,604.
- B Variance due to a higher share of loss from the Group's associated company, Spackman Media Group Limited, which amounts to USD670,869.
- C Variance due to higher fair value loss on investments in financial assets at FVTPL amounts to USD310,222.
- D Variance is attributed to the reduction of film obligations and production loans, amounting to USD379,742.

Consolidated Statement of Profit or Loss and Other Comprehensive Income of the Group for FY2023

<i>US\$'000</i>	Audited	Unaudited	Variance	%	Note
Net impairment loss on financial assets	258	656	(398)	(60.72)	E
Other expenses	3,527	2,939	588	20.02	F
Share of results of associated companies	1,000	329	671	204.17	G

Notes:

- E Variance is attributed to reclassification of fair value loss on investment of theatrical project from net impairment losses on financial assets of USD428,704 to other expenses and the reclassification of the impairment loss on advance payments from other expenses to net impairment loss on financial assets, which amounts to USD30,259.
- F Variance due to reclassification from net impairment loss on financial assets to other expenses with an adjustment of fair value loss on FVTPL decreasing from USD428,704 to USD360,037. Additionally, a higher fair value loss on investments in financial assets at FVTPL amounts to USD258,604 and reclassification of the impairment loss on advance payments from other expenses to net impairment loss on financial assets of USD30,259.
- G Variance due to a higher share of loss from the Group's associated company, Spackman Media Group Limited, which amounts to USD670,869.

BY ORDER OF THE BOARD

Na Kyoungwon
Chief Executive Officer and Executive Director

15 April 2024

*This announcement has been prepared by the Company, and its contents have been reviewed by the Company's Sponsor, Evolve Capital Advisory Private Limited ("**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**SGX-ST**").*

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

The details of the contact person for the Sponsor are:-

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