



Vividthree Holdings Ltd.

(Incorporated in the Republic of Singapore)

(Company Registration No. 201811828R)

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 30 SEPTEMBER 2023**

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 Half Year Ended 30 September 2023

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VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

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

	Group		Change %
	Six months period ended		
	1H FY2024 (Unaudited) \$	1H FY2023 (Unaudited) \$	
Revenue	2,845,930	1,830,782	55.4%
Cost of sales	(1,338,806)	(1,392,978)	-3.9%
Gross profit	1,507,124	437,804	244.2%
<i>Other income</i>			
- Interest income	31,045	27,432	13.2%
- Others	24,158	39,780	-39.3%
<i>Other losses - net</i>	(224,743)	(357,775)	-37.2%
<i>Expenses</i>			
- Administrative	(2,027,267)	(1,394,468)	45.4%
- Finance	(90,690)	(87,891)	3.2%
Loss before income tax	(780,373)	(1,335,118)	-41.6%
Income tax credit	624	-	NM
Net loss for the financial period	(779,749)	(1,335,118)	-41.6%
Other comprehensive income, net of tax:			
Items that may be reclassified subsequently to profit or loss:			
Currency translation differences arising from consolidation - gains	140,822	147,076	-4.3%
Total comprehensive loss, net of tax	(638,927)	(1,188,042)	-46.2%
(Loss)/Profit attributable to:			
Equity holders of the Company	(802,061)	(1,333,118)	-39.8%
Non-controlling interests	22,312	(2,000)	NM
	(779,749)	(1,335,118)	-41.6%
Total comprehensive loss/(income) attributable to:			
Equity holders of the Company	(661,239)	(1,186,042)	-44.2%
Non-controlling interests	22,312	(2,000)	NM
	(638,927)	(1,188,042)	-46.2%
Loss per share for loss attributable to equity holders of the Company			
Basic and diluted (cents)	(0.22)	(0.36)	-38.9%

NM - not meaningful

/IDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

	Note	Group		Company	
		As at 30 Sep 2023 (Unaudited) \$	As at 31 Mar 2023 (Audited) \$	As at 30 Sep 2023 (Unaudited) \$	As at 31 Mar 2023 (Audited) \$
ASSETS					
Current assets					
Cash at banks		407,857	560,797	60,363	58,143
Trade and other receivables	9	1,464,390	1,302,214	12,184,050	12,905,639
Deposits and prepayments		3,781,767	3,796,639	118,183	128,433
Inventories		800,000	800,000	-	-
Other current assets	18	874,215	1,152,432	-	-
		<u>7,328,229</u>	<u>7,612,082</u>	<u>12,362,596</u>	<u>13,092,215</u>
Non-current assets					
Plant and equipment	10	79,176	118,922	-	-
Right-of-use assets		297,599	282,226	-	-
Financial assets, at FVPL	11	1,659,023	1,649,029	850,000	900,000
Investments in subsidiaries	12	-	-	1,237,293	461,900
Goodwill arising from consolidation	13	3,319,433	2,851,917	-	-
Acquired rights	14	7,414,047	7,611,275	-	-
Intangible assets	15	204,070	222,470	-	-
		<u>12,973,348</u>	<u>12,735,839</u>	<u>2,087,293</u>	<u>1,361,900</u>
Total assets		<u>20,301,577</u>	<u>20,347,921</u>	<u>14,449,889</u>	<u>14,454,115</u>
LIABILITIES					
Current liabilities					
Trade and other payables	16	2,910,659	1,883,599	1,465,547	939,257
Contract liabilities	19	834,989	584,360	-	-
Borrowings	17	2,394,964	2,525,728	-	-
Lease liabilities		126,318	93,774	-	-
Current income tax liabilities		122,183	156,648	1,084	1,085
		<u>6,389,113</u>	<u>5,244,109</u>	<u>1,466,631</u>	<u>940,342</u>
Non-current liabilities					
Borrowings	17	1,369,224	1,520,737	-	-
Lease liabilities		176,838	189,027	-	-
Provisions		40,991	57,506	-	-
		<u>1,587,053</u>	<u>1,767,270</u>	<u>-</u>	<u>-</u>
Total liabilities		<u>7,976,166</u>	<u>7,011,379</u>	<u>1,466,631</u>	<u>940,342</u>
NET ASSETS		<u>12,325,411</u>	<u>13,336,542</u>	<u>12,983,258</u>	<u>13,513,773</u>
EQUITY					
Equity attributable to equity holders of the Company					
Share capital	20	15,959,231	15,959,231	15,959,231	15,959,231
Merger reserve		2,921,000	2,921,000	-	-
Translation reserve		396,214	255,392	-	-
Accumulated losses		(6,602,999)	(5,800,938)	(2,975,973)	(2,445,458)
		<u>12,673,446</u>	<u>13,334,685</u>	<u>12,983,258</u>	<u>13,513,773</u>
Non-controlling interests		(348,035)	1,857	-	-
Total equity		<u>12,325,411</u>	<u>13,336,542</u>	<u>12,983,258</u>	<u>13,513,773</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			
<u>Group (Unaudited)</u>	\$	\$	\$	\$	\$	\$	\$
At 1 April 2023	15,959,231	2,921,000	255,392	(5,800,938)	13,334,685	1,857	13,336,542
Net (loss)/profit for the financial period	-	-	-	(802,061)	(802,061)	22,312	(779,749)
Other comprehensive income for the financial period	-	-	140,822	-	140,822	-	140,822
Total comprehensive (loss)/income for the financial period	-	-	140,822	(802,061)	(661,239)	22,312	(638,927)
Non-controlling interest arising from acquisition of a subsidiary	-	-	-	-	-	(372,204)	(372,204)
At 30 September 2023	15,959,231	2,921,000	396,214	(6,602,999)	12,673,446	(348,035)	12,325,411
At 1 April 2022	15,959,231	2,921,000	2,352	(2,388,810)	16,493,773	6,028	16,499,801
Net loss for the financial year	-	-	-	(1,333,118)	(1,333,118)	(2,000)	(1,335,118)
Other comprehensive loss for the financial period	-	-	147,076	-	147,076	-	147,076
Total comprehensive loss for the financial period	-	-	147,076	(1,333,118)	(1,186,042)	(2,000)	(1,188,042)
At 30 September 2022	15,959,231	2,921,000	149,428	(3,721,928)	15,307,731	4,028	15,311,759

	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 period	-	(530,515)	(530,515)
At 30 September 2023	15,959,231	(2,975,973)	12,983,258
At 1 April 2022	15,959,231	(2,071,307)	13,887,924
Total comprehensive loss for the financial period	-	(373,503)	(373,503)
At 30 September 2022	15,959,231	(2,444,810)	13,514,421

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

D. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

	Group	
	Six months period ended	
	1H FY2024	1H FY2023
	(Unaudited)	(Unaudited)
	\$	\$
Cash flows from operating activities		
Net loss for the financial period	(779,749)	(1,335,118)
Adjustments for:		
- Income tax credits	(624)	-
- Interest income	(31,045)	(27,432)
- Interest expense	90,690	87,891
- Amortisation of intangible assets	46,155	211,684
- Amortisation of acquired rights	129,109	137,546
- Depreciation of plant and equipment	36,379	71,387
- Depreciation of right-of-use assets	86,483	71,579
- Fair value loss on financial assets at FVPL	2,028	-
- Plant and equipment written off	16,942	52
- Loss on disposal of plant and equipment	-	246
- Gain arising from derecognition of leases	(49)	(900)
- Unrealised foreign currency exchange loss	130,526	382,351
Operating cash flows before working capital changes	(273,155)	(400,714)
Change in working capital:		
- Trade and other receivables	252,904	1,025,916
- Deposits and prepayments	57,533	39,784
- Other current assets	270,083	2,149
- Trade and other payables	696,960	220,025
- Contract liabilities	(126,933)	(466,967)
Cash generated from operations	877,392	420,193
Interest received	7,544	67
Income tax paid	(57,763)	-
Net cash provided by operating activities	827,173	420,260
Cash flows from investing activities		
Acquisition of a subsidiary, net of cash acquired	77,367	-
Proceeds from disposal of plant and equipment	-	136
Additions to plant and equipment	(3,375)	(8,330)
Additions to intangible assets	(27,408)	-
Government grants received for development of software (intangible assets)	-	154,936
Net cash provided by investing activities	46,584	146,742
Cash flows from financing activities		
Interest paid	(90,690)	(86,807)
Repayment of borrowings	(840,110)	(774,593)
Repayment of lease liabilities	(83,693)	(67,208)
Net cash used in financing activities	(1,014,493)	(928,608)
Net changes in cash at banks	(140,736)	(361,606)
At beginning of financial period	560,797	893,525
Effects of currency translation on cash at banks	(12,204)	(5,345)
End of financial period	407,857	526,574

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 period ended 30 September 2023 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 period ended 30 September 2023.

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 period ended 30 September 2023.

(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 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 period ended 30 September 2023, 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 30 September 2023. 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 30 September 2023, no impairment loss is required, as the recoverable amount of these acquired rights exceeds their carrying amount.

(e) 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.

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

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

2.2 Use of judgements and estimates (continued)

(e) Valuation of other current assets (continued)

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 Creative 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 1H FY2024 to provide more meaningful information for strategic decisions from management. Accordingly, the segment information for 1H 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		
	Six months period ended		
	Digital Media & Live Experience Production \$	Public relations \$	Total \$
1 April 2023 to 30 September 2023 ("1H FY2024")			
Revenue			
- External parties	1,758,490	1,087,440	2,845,930
(Loss)/Gain before interest, tax, depreciation, amortisation and unrealised foreign exchange losses/gains ("LBITDA)/EBITDA and before Unrealised Forex")			
	(340,761)	79,732	(261,029)
Unrealised foreign exchange (losses)/gains	(130,556)	27	(130,528)
Amortisation of intangible assets	(46,155)	-	(46,155)
Amortisation of acquired rights	(129,109)	-	(129,109)
Depreciation of plant and equipment	(34,483)	(1,896)	(36,379)
Depreciation of right-of-use assets	(51,812)	(34,671)	(86,483)
Interest expense	(81,274)	(9,416)	(90,690)
Loss before income tax	(814,150)	33,776	(780,373)
Income tax (expense)/credit	-	624	624
Net loss for the financial period	(814,150)	34,400	(779,749)
1 April 2022 to 30 September 2022 ("1H FY2023")			
Revenue			
- External parties	1,830,782	-	1,830,782
Loss before interest, tax, depreciation, amortisation and unrealised foreign exchange losses/gains ("LBITDA and before Unrealised Forex")			
	(372,680)	-	(372,680)
Unrealised foreign exchange losses	(382,351)	-	(382,351)
Amortisation of intangible assets	(211,684)	-	(211,684)
Amortisation of acquired rights	(137,546)	-	(137,546)
Depreciation of plant and equipment	(71,387)	-	(71,387)
Depreciation of right-of-use assets	(71,579)	-	(71,579)
Interest expense	(87,891)	-	(87,891)
Loss before income tax	(1,335,118)	-	(1,335,118)
Income tax (expense)/credit	-	-	-
Net loss for the financial period	(1,335,118)	-	(1,335,118)

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	
	Six months period ended	
	1H FY2024	1H FY2023
	\$	\$
<i>At a point in time</i>		
Digital media production	785,090	1,430,782
Digital & live experience production	973,400	400,000
	<u>1,758,490</u>	<u>1,830,782</u>
<i>At over time</i>		
Public relations services	1,087,440	-
	<u>2,845,930</u>	<u>1,830,782</u>
<u>Geographical regions based on location of customers</u>		
Singapore	1,994,315	1,400,276
Malaysia	412,874	32,120
Japan	141,543	332,656
China	245,000	-
Others	52,198	65,730
	<u>2,845,930</u>	<u>1,830,782</u>

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 2023 and 31 March 2023:

	Group		Company	
	As at 30 Sep 2023	As at 31 Mar 2023	As at 30 Sep 2023	As at 31 Mar 2023
	\$	\$	\$	\$
Financial assets at amortised cost	1,893,525	5,402,972	12,244,414	12,963,782
Financial assets, at FVPL	1,659,023	1,649,029	850,000	900,000
Financial liabilities at amortised cost	<u>6,978,003</u>	<u>6,212,865</u>	<u>1,465,547</u>	<u>939,256</u>

6 Loss before taxation

6.1 Significant items

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

	Group	
	Six months period ended	
	1H FY2024	1H FY2023
	\$	\$
Amortisation of intangible assets	46,155	211,684
Amortisation of acquired rights	129,109	137,546
Depreciation of plant and equipment	36,379	71,387
Depreciation of right-of-use assets	86,483	71,579
Employees compensation	3,349,757	1,601,966
Plant and equipment written-off	16,942	52
Finance expenses	90,690	87,891
Fair value loss on financial assets at FVPL	2,028	-
Interest income	(31,045)	(27,432)
Loss on disposal of plant and equipment	-	246
Gain on derecognition of right-of-use assets	(49)	(900)
Realised foreign currency exchange losses/(gains)	75,294	(23,974)
Unrealised foreign currency exchange losses	<u>130,528</u>	<u>382,351</u>

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (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:

	Group	
	Six months period ended	
	1H FY2024	1H FY2023
	\$	\$
<u>Related parties</u>		
Sales of services	107,650	1,148
Purchase of services	20,000	53,800
Rental expenses paid	923	470
	<u>923</u>	<u>470</u>

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	
	Six months period ended	
	1H FY2024	1H FY2023
	\$	\$
Tax expense/(credit) attributable to loss is made up of:		
Over provision in prior financial years:		
- Current income tax	-	-
- Deferred income tax	-	-
	<u>-</u>	<u>-</u>
Income tax credit	624	-
	<u>624</u>	<u>-</u>

8 Loss per share

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

	Group	
	Six months period ended	
	1H FY2024	1H FY2023
Net loss attributable to equity holders of the Company (\$)	<u>(802,061)</u>	<u>- 1,333,118.00</u>
Weighted average number of ordinary shares outstanding for basic and diluted loss per share	<u>371,511,764</u>	<u>371,511,764</u>
Basic and diluted loss per share (cents)	<u>(0.22)</u>	<u>(0.36)</u>

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

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

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

9 Trade and other receivables

	Group		Company	
	As at 30 Sep 2023 \$	As at 31 Mar 2023 \$	As at 30 Sep 2023 \$	As at 31 Mar 2023 \$
Trade receivables				
- Non-related parties	531,252	572,120	-	-
- Related parties	77,381	343,723	-	-
- Unbilled receivables	463,923	120,444	-	-
	<u>1,072,556</u>	<u>1,036,287</u>	-	-
Less: Expected credit loss allowance				
- Non-related parties	(30,245)	(30,245)	-	-
Trade receivables - net	<u>1,042,311</u>	<u>1,006,042</u>	-	-
Other receivables				
- Non-related parties	451,837	356,566	57,943	45,693
- Subsidiaries	-	-	12,141,107	12,874,946
- Related parties	53,506	22,870	-	-
	<u>505,343</u>	<u>379,436</u>	<u>12,199,050</u>	<u>12,920,639</u>
Less: Expected credit loss allowance				
- Non-related parties	(83,264)	(83,264)	(15,000)	(15,000)
	<u>422,079</u>	<u>296,172</u>	<u>12,184,050</u>	<u>12,905,639</u>
	<u><u>1,464,390</u></u>	<u><u>1,302,214</u></u>	<u><u>12,184,050</u></u>	<u><u>12,905,639</u></u>

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

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

	Group	
	As at 30 Sep 2023 \$	As at 31 Mar 2023 \$
Below 3 months	805,516	850,675
3 - 6 months	57,466	25,112
6 - 12 months	46,317	96,300
Above 12 months	163,257	64,200
	<u>1,072,556</u>	<u>1,036,287</u>
Expected credit loss allowance ("ECL")	(30,245)	(30,245)
	<u><u>1,042,311</u></u>	<u><u>1,006,042</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 30 September 2023 have increased by \$0.17 million from \$1.30 million as at 31 March 2023 to \$1.47 million as at 30 September 2023, representing a 12% increase. For trade receivables, it increases by \$0.03 million from \$1.01 million as at 31 March 2023 to \$1.04 million as at 30 September 2023 as it is in tandem with the increase in revenue and contract liabilities for the reporting period. 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.

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

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

10 Plant and equipment

Group	\$
At 30 Sep 2023	
Carrying amount at beginning of financial year	118,922
Additions	680
Acquisition of a subsidiary	13,075
Write off	(16,942)
Depreciation	(36,380)
Currency translation differences	(179)
Carrying amount at end of financial period	<u>79,176</u>
At 31 Mar 2023	
Cost	2,345,025
Accumulated depreciation	(2,226,103)
Carrying amount at end of financial year	<u>118,922</u>

The depreciation charge for the year is included in cost of sales and administrative expenses amounting to \$Nil (1H FY2023: \$19,849) and \$36,380 (1H FY2023: \$51,538) respectively.

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

	Group		Company	
	As at 30 Sep 2023	As at 31 Mar 2023	As at 30 Sep 2023	As at 31 Mar 2023
	\$	\$	\$	\$
Financial assets designated at FVPL:				
<u>Unquoted securities</u>				
- Singapore	190,000	190,000	140,000	190,000
- United States	10,000	10,000	10,000	10,000
	200,000	200,000	150,000	200,000
<u>Unquoted convertible loans</u>				
- Singapore	650,000	700,000	700,000	700,000
- Malaysia	809,023	749,029	-	-
	1,459,023	1,449,029	700,000	700,000
	<u>1,659,023</u>	<u>1,649,029</u>	<u>850,000</u>	<u>900,000</u>

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

	Group		Company	
	As at 30 Sep 2023	As at 31 Mar 2023	As at 30 Sep 2023	As at 31 Mar 2023
	\$	\$	\$	\$
Beginning of financial year	1,649,029	1,700,755	900,000	900,000
Loss on fair value changes - net	(2,028)	-	(50,000)	-
Currency translation differences	12,022	(51,726)	-	-
End of financial year	<u>1,659,023</u>	<u>1,649,029</u>	<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 subsidiaries

	Company	
	As at 30 Sep 2023	As at 31 Mar 2023
	\$	\$
Equity investments at cost		
Beginning of financial period/year	461,900	451,900
Additions	775,393 ^(b)	10,000 ^(a)
End of financial period/year	<u>1,237,293</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 Communication Pte. Ltd. ("Elliot Communications") for a total purchase consideration of \$775,393. The purchase consideration is comprising \$308,000 for Vendor's shares and \$467,393 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 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.

13 Goodwill

On 27 May 2023, the Company acquired a new subsidiary, namely Elliot Communications Pte. Ltd. As a result of the acquisition, a provisional of goodwill of \$467,516 has been recognised in the Condensed Interim Statements of Financial Position as at 30 September 2023. The initial purchase price allocation ("PPA") to identifiable net assets acquired is being assessed and expected to be finalised within 12 months from the date of acquisition, hence the goodwill has not been allocated to the relevant cash-generating unit ("CGU"). The Group has not performed any impairment assessment on this acquisition as the initial allocation of goodwill has not completed yet.

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.

14 Acquired rights

	Group	
	As at 30 Sep 2023	As at 31 Mar 2023
	\$	\$
Cost		
Beginning of financial period/year	11,840,540	11,590,042
Additions	-	785,840
Currency translation differences	(69,665)	(535,342)
End of financial period/year	<u>11,770,875</u>	<u>11,840,540</u>
Accumulated amortisation		
Beginning of financial period/year	4,229,265	4,358,490
Amortisation charge for the period/year	129,109	198,571
Currency translation differences	(1,546)	(327,796)
End of financial period/year	<u>4,356,828</u>	<u>4,229,265</u>
Carrying amount		
End of financial period/year	<u>7,414,047</u>	<u>7,611,275</u>

Acquired rights comprised of intellectual property rights, film and merchandise rights and participation rights.

The amortisation charge for the year is included in cost of sales and administrative expenses amounting to \$69,732 (1H FY2023: \$44,732) and \$59,377 (1H FY2023:\$92,814) respectively.

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

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

15 Intangible assets

	Group	
	As at 30 Sep 2023 \$	As at 31 Mar 2023 \$
Cost		
Beginning of financial period/year	1,505,050	1,525,964
Additions	27,408	154,008
Government grants received for development of software	-	(154,936)
Disposals	-	(938)
Reclassification from work in progress	347	-
Currency translation differences	-	(19,048)
End of financial period/year	<u>1,532,805</u>	<u>1,505,050</u>
Accumulated amortisation		
Beginning of financial period/year	1,282,580	796,273
Amortisation charge for the period/year	46,155	496,403
Currency translation differences	-	(10,096)
End of financial period/year	<u>1,328,735</u>	<u>1,282,580</u>
Carrying amount		
End of financial period/year	<u>204,070</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 \$46,155 (1H FY2023: \$203,950) and \$Nil (1H FY2023: \$7,734) respectively.

16 Trade and other payables

	Group		Company	
	As at 30 Sep 2023 \$	As at 31 Mar 2023 \$	As at 30 Sep 2023 \$	As at 31 Mar 2023 \$
Trade payables				
- Non-related parties	1,079,854	524,800	-	-
- Related parties	9,084	4,783	-	-
	<u>1,088,938</u>	<u>529,583</u>	-	-
Other payables				
- Non-related parties	395,530	211,598	199,544	122,461
- Holding company	26,008	6,008	26,009	6,008
- Subsidiaries	-	-	691,590	392,593
- Related parties	10,921	7,612	229	229
	<u>432,459</u>	<u>225,218</u>	<u>917,372</u>	<u>521,291</u>
Accruals	1,147,862	741,598	548,175	417,965
Deposit received	241,400	387,200	-	-
	<u>2,910,659</u>	<u>1,883,599</u>	<u>1,465,547</u>	<u>939,256</u>

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

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

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

17 Bank borrowings

	Group	
	As at 30 Sep 2023	As at 31 Mar 2023
	\$	\$
Amount repayable within one year		
<i>Secured</i>	2,394,964	2,525,728
Amount repayable after one year		
<i>Secured</i>	1,369,224	1,520,737
Total borrowings	<u>3,764,188</u>	<u>4,046,465</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.

18 Other current assets

Costs incurred to fulfill revenue contracts related to direct costs incurred for revenue contracts in progress as at 30 September 2023 and 31 March 2023. The Group expects the capitalised costs to be fully recovered, hence no impairment loss has been recognised.

19 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.

20 Share capital

	Group and Company			
	As at 30 Sep 2023		As at 31 March 2022	
	No. of shares	Amount \$	No. of shares	Amount \$
Beginning and end of financial period/year	<u>371,511,764</u>	<u>15,959,231</u>	<u>371,511,764</u>	<u>15,959,231</u>

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

21 Net asset value

	Group		Company	
	As at 30 Sep 2023	As at 31 Mar 2023	As at 30 Sep 2023	As at 31 Mar 2023
	\$	\$	\$	\$
Net asset value attributable to equity holders of the Company (\$)	<u>12,673,446</u>	<u>13,334,685</u>	<u>12,983,258</u>	<u>13,513,773</u>
Number of ordinary shares issued	<u>371,511,764</u>	<u>371,511,764</u>	<u>371,511,764</u>	<u>371,511,764</u>
Net asset value per ordinary share (cents)	<u>3.41</u>	<u>3.59</u>	<u>3.49</u>	<u>3.64</u>

22 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 period ended 30 September 2023 and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows for the six-month period then ended and certain explanatory notes have not been audited or reviewed by the auditors of the Company.

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

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

Not applicable.

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

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

REVIEW OF FINANCIAL PERFORMANCE (CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME)

1H FY2024 vs 1H FY2023

Revenue

Group's revenue grew by approximately \$1.02 million or 55.4% compared to the corresponding last period, from \$1.83 million in 1H FY2023 to \$2.85 million in 1H FY2024. The growth was mainly contributed from the Group's consolidation of newly acquired subsidiary, namely Elliot Communications Pte. Ltd. (the "Public Relations" segment) from 27 May 2023, which contributed \$1.09 million to the Group's revenue in the current financial period.

In addition to the revenue from the recent acquisition, Digital & Live Experience Production revenue also rose by approximately \$0.57 million or 142.5%, from \$0.40 million in 1H FY2023 to \$0.97 million in 1H FY2024, was mainly due to better demands for new immersive location-based entertainment as all outdoor and event entertainment activities picked up around the region in the early of financial period. On the other hand, the Digital Media Production recorded revenue of \$0.79 million in 1H FY2024 from \$1.43 million in 1H FY2023, a decrease of \$0.64 million or 44.8%, due to fewer projects delivered compared to the last correspondence period.

Cost of sales

Cost of sales slightly decreased by approximately \$0.05 million or 3.9%, from \$1.39 million in 1H FY2023 to \$1.34 million in 1H FY2024. The decrease in the cost of sales was mainly attributed by lower amortisation by approximately \$0.13 million or 57%.

Gross profit

As a result of the above, the gross profit of the Group grew by approximately \$1.07 million or 243.2%, from \$0.44 million in 1H FY2023 to \$1.51 million in 1H FY2024. The higher gross profit was primarily contributed by the Digital & Live Experience Production business and the Public Relations segment.

VIVIDTHREE HOLDINGS LTD. AND ITS SUBSIDIARIES

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

- 2 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss:
- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
 - (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period/year reported on. (continued)

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

1H FY2024 vs 1H FY2023

Other income

Other income decreased by approximately \$0.02 million, from \$0.07 million in 1H FY2023 to \$0.05 million in 1H FY2024 is mainly attributable to the lower government grants received.

Other losses - net

Other losses decreased by \$0.14 million from \$0.36 million in 1H FY2023 to \$0.22 million in 1H FY2024. This was mainly due to lower losses on unrealised foreign exchange amounted to \$0.13 million as it was contributed by the revaluation of outstanding intercompany balances of Malaysia and China subsidiaries to the Group's functional currency.

Administrative expenses

Administrative expenses increased by approximately \$0.64 million or 46.0%, from \$1.39 million in 1H FY2023 to \$2.03 million in 1H FY2024. The increase in administrative expenses was primarily due to:

- (i) the consolidating of the newly acquired subsidiary's administrative expenses amounted to \$0.67 million; and
- (ii) the professional fees arising from the recent acquisition.

Finance expenses

Finance expenses in 1H FY2024 remained fairly consistent as compared to 1H 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 \$0.81 million while the Group's newly acquired Public Relations segment recorded profit before tax of \$0.03 million as the segment's business being in an expansion stage and currently has total contract liabilities (i.e. unearned revenue) of \$0.36 million as at reporting date. Overall, the Group has narrowed its losses before tax by approximately \$0.56 million or 41.8%, from \$1.34 million in 1H FY2023 to \$0.78 million in 1H FY2024.

Earnings before interest, tax, depreciation, amortisation and unrealised foreign exchange losses/gains (EBITDA & before Unrealised Forex)

For the Group's loss in EBITDA has also narrowed by \$0.11 million, from a loss in EBITDA of \$0.37 million in 1H FY2023 to a loss in EBITDA of \$0.26 million in 1H FY2024. The improvement in EBITDA mainly due to better performance in Digital & live experience production and the contributions from 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)

1H FY2024 vs 1H FY2023

Current assets

Current assets decreased by approximately \$0.28 million or 3.7%, from \$7.61 million as at 31 March 2023 to \$7.33 million as at 30 September 2023, was due to:

- (i) A net reduction of \$0.15 million in cash at banks, mainly arising from (a) net cash utilised in financing activities of approximately \$1.01 million for repayment of borrowings and lease liabilities, partially offset with (b) net cash provided by operating activities and investing activities of approximately \$0.80 million and \$0.07 million respectively;

partially offset by:

- (ii) net increase in trade and other receivables of approximately \$0.16 million, from \$1.30 million as at 31 March 2023 to \$1.17 million as at 30 September 2023, which the increase was in tandem with higher revenue and contract liabilities.

Non-current assets

Non-current assets increased by approximately \$0.23 million or 1.8%, from \$12.74 million as at 31 March 2023 to \$12.97 million as at 30 September 2023, was mainly due to recognition of a provisional goodwill of \$0.48 million (subject to completion of purchase price allocation within the 12 months) arising from the acquisition of Elliot Communications Pte Ltd on 27 May 2023.

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

- (i) depreciation charges on plant and equipment of \$0.04 million;
- (ii) amortisation charges on acquired rights of \$0.20 million and intangible assets of \$0.04 million.

Current liabilities

Current liabilities increased by approximately \$1.16 million or 22.1%, from \$5.24 million as at 31 March 2023 to \$6.40 million as at 30 September 2023 mainly due to increase in:

- (i) trade and other payables of \$0.99 million in tandem with increased in business volume;
- (ii) contract liabilities of \$0.25 million mainly contributed by Public Relation segment. The contract liabilities refer to in progress billing for ongoing projects which will be recognised as revenue when the Group fulfilled its performance obligation; and

partially offset by:

- (iii) net decrease borrowings of \$0.14 million mainly due to repayment of bank borrowings.

Non-current liabilities

Non-current liabilities decreased by approximately \$0.18 million or 10.2%, from \$1.77 million as at 31 March 2023 to \$1.59 million as at 30 September 2023. The decrease was mainly due to decreases in:

- (i) repayment in long-term bank borrowings of \$0.15 million; and
- (ii) repayment of lease liabilities of \$0.01 million.

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 CASH POSITION (CONSOLIDATED STATEMENT OF CASH FLOW)

Operating activities

Net cash utilised in operating activities before changes in working capital amounted to approximately \$0.27 million in 1H FY2024 (1H FY2023: \$0.40 million). The changes in working capital in 1H FY2024 provided a cash flow of approximately \$0.88 million as follows:

- (i) reduction in trade and other receivables by \$0.25 million due to receivables settlement;
- (ii) reduction in deposits and prepayments by \$0.06 million due to recognition of expenses from prepayment;
- (iii) increase in trade and other payables by \$0.70 million due to increase in business activities in 2Q FY2024;
- (iv) reduction in contract liabilities by \$0.13 million due to completed projects.

Investing activities

Net cash provided by investing activities amounted to approximately \$0.05 million in 1H FY2024 compared to net cash inflows of \$0.15 million in 1H FY2023. The net cash inflow generated from investing activities in 1H FY2024 was mainly arising from:

- (i) net of cash acquired from acquisition of approximately \$0.08 million (being cash consideration paid subtracts the Elliot Communication's cash and cash equivalent as of date of completion);

partially offset with the cash utilised in:

- (i) additions of plant and equipment of \$3,375; and
- (ii) additions of intangible asset of \$0.03 million.

Financing activities

Net cash utilised in financing activities amounted to approximately \$1.01 million in 1H FY2024 as compared to net cash outflows of \$0.93 million in 1H FY2023. This was mainly due to:

- (i) payment of interests on bank borrowings of \$0.09 million;
- (ii) repayment of bank borrowings principal of \$0.84 million; and
- (iii) repayment of operating lease liabilities of \$0.08 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.

Post-production has been a reliable source of revenue for the group, fuelled by the post-COVID-19 market reopening. However, industry-wide challenges of declining demand and profit margins have driven the Group to strategically shift focus to high-value projects and expand into new business segments.

The Group intends to leverage its expertise in digital media creation and production to target lucrative projects and develop innovative live and digital experiences for family entertainment and MICE. Entry into consumer-facing business models will enhance the Group's market power and take advantage of existing synergies.

The Group announces the departure of Jonathan Zhang, who will leave Vividthree to focus on GammaR, an NFT gaming company he founded. Jonathan's resignation as CEO is effective 30 November 2023, and he is committed to ensuring a smooth transition. Effective 1 December 2023, Charles Yeo will assume the role of CEO. As a co-founder and Executive Director of Vividthree Holdings, Charles possesses a deep understanding of the company and its overall approach, making him well-suited to oversee the continued execution of the group's strategy as Group CEO. The Group extends its gratitude to Jonathan for his service and contributions in guiding the group's strategic growth over the past 12 months. We wish him well in his future endeavours.

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 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.

9 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 30 September 2023 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Zhang Weiquan, Jonathan
Chief Executive Officer

Charles Yeo Eng Pu
Chief Creative Officer

14 November 2023