

# spackmanentertainmentgroup

SPACKMAN ENTERTAINMENT GROUP LIMITED

(Company Registration No.: 201401201N)

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

## PROFIT GUIDANCE FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

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The Board of Directors (the “**Board**”) of Spackman Entertainment Group Limited (the “**Company**”) and together with its subsidiaries, the “**Group**”) wishes to announce that based on the preliminary review of the draft unaudited consolidated financial results of the Group for financial year ended 31 December 2020 (“**FY2020**”), the Group is expected to report a net loss for FY2020.

Throughout FY2020, the pro-longed COVID-19 pandemic situation continued to have an adverse impact on the Korean entertainment industry with several of the Group’s planned film projects being postponed or stalled. Given the tighter social distancing measures implemented in South Korea in FY2020, filming was more difficult during the pandemic period in order to comply with the new quarantine regulations and safety protocols set by the government. The pace of ticket sales was much slower than usual since theatres were restricted from operating at full capacity as a result of social distancing measures.

In terms of film distribution, COVID-19 affected the release timing of the Group’s projects such as *#ALIVE*, *STONE SKIPPING* and *GUARDIAN* during FY2020. In terms of production and other related projects such as camera equipment leasing and artist-related projects, the Group faced disruptions in the progress of such projects as well due to the COVID-19 measures and restrictions implemented at the workplace and the social environment. As to the financial aspect, investments in the movie business faced headwinds in FY2020 due to the uncertainties brought about by COVID-19.

The above guidance is based on a preliminary assessment made by the Company. The Company is in the process of finalising the Group’s unaudited results for FY2020 which will be announced on or before 28 February 2021.

In the near future, the Group expects that participation in producing and financing film projects will continue to be challenging. However, the Group plans to pursue opportunities to produce, finance and participate in US films targeted for the global audience, in line with its intention to strategically diversify into the production and financing of US movies and to overhaul the overall direction of the Group’s business.

In the meantime, shareholders of the Company are advised to exercise caution when dealing in the shares of the Company. If in doubt about the action that they should take, shareholders should seek advice from their stockbrokers, bankers, solicitors, accountants, tax advisers or other professional advisers.

BY ORDER OF THE BOARD

Na Kyoungwon  
Chief Operating Officer, President and Executive Director  
11 February 2021

*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 Singapore Exchange Securities Trading Limited ("**SGX-ST**") Listing Manual Section B: Rules of Catalyst. The Sponsor has not independently verified the contents of this announcement.*

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