



SUMMARY OF KEY FINANCIAL INFORMATION
31 MARCH 2016

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31/3/2016	31/3/2015	31/3/2016	31/3/2015
	RM'000	RM'000	RM'000	RM'000
1 Revenue	64,380	67,365	64,380	67,365
2 Profit before tax	5,261	11,895	5,261	11,895
3 Profit for the year	4,777	10,704	4,777	10,704
4 Profit attributable to ordinary equity holders of the parent	4,873	10,815	4,873	10,815
5 Basic earnings per share (sen)	0.67	1.60	0.67	1.60
6 Proposed/Declared dividend per share of RM0.25 each (sen)	6.00	-	6.00	-
			AS AT END OF CURRENT QUARTER	AS AT PRECEDING FINANCIAL YEAR END
7 Net assets per share attributable to ordinary equity holders of the parent (RM)			0.2513	0.3043

ADDITIONAL INFORMATION

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31/3/2016	31/3/2015	31/3/2016	31/3/2015
	RM'000	RM'000	RM'000	RM'000
1. Gross interest income	231	295	231	295
2. Gross interest expense	(53)	(37)	(53)	(37)



CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
for the period ended 31 March 2016

	Current Period 3 months ended 31-March		Cumulative Period 3 months ended 31-March	
	2016 (RM'000)	2015 (RM'000)	2016 (RM'000)	2015 (RM'000)
Revenue	64,380	67,365	64,380	67,365
Cost of services	(19,489)	(18,226)	(19,489)	(18,226)
Gross profit	44,891	49,139	44,891	49,139
Other income	2,068	2,870	2,068	2,870
	46,959	52,009	46,959	52,009
Distribution expenses	(7,294)	(8,088)	(7,294)	(8,088)
Administrative expenses	(16,691)	(14,812)	(16,691)	(14,812)
Other expenses	(17,547)	(16,523)	(17,547)	(16,523)
Finance costs	(53)	(37)	(53)	(37)
Profit before tax from continuing operations	5,374	12,549	5,374	12,549
Income tax	(484)	(1,191)	(484)	(1,191)
Profit net of tax from continuing operations	4,890	11,358	4,890	11,358
Discontinued operation				
Loss net of tax from discontinued operation	(113)	(654)	(113)	(654)
Profit for the period	4,777	10,704	4,777	10,704
Profit/(loss) attributable to:				
Equity holders of the Company	4,873	10,815	4,873	10,815
Non-controlling interests	(96)	(111)	(96)	(111)
	4,777	10,704	4,777	10,704
Other comprehensive income:				
Other comprehensive income to be reclassified to profit or loss in subsequent periods:				
Foreign currency translation reserve	(261)	253	(261)	253
Total comprehensive income for the period	4,516	10,957	4,516	10,957
Total comprehensive income/(loss) attributable to:				
Equity holders of the Company	4,612	11,068	4,612	11,068
Non-controlling interests	(96)	(111)	(96)	(111)
	4,516	10,957	4,516	10,957
Earnings per share attributable to equity holders of the Company (sen):-				
- Basic	0.67	1.60	0.67	1.60
- Diluted	0.67	1.52	0.67	1.52

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2015.



CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 March 2016

	As at 31 March 2016 (RM'000)	As at 31 December 2015 (RM'000)
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	124,785	125,389
Intangible assets	27,852	27,865
Other investments	870	870
Receivables	627	1,469
Deferred tax assets	10,252	10,189
	<u>164,386</u>	<u>165,782</u>
CURRENT ASSETS		
Inventories	101	100
Receivables	30,960	27,224
Tax recoverable	20,996	20,659
Cash and bank balances	49,133	57,826
Other financial asset	44,085	27,306
Assets of disposal group classified as held for sale	57,270	57,486
	<u>202,545</u>	<u>190,601</u>
TOTAL ASSETS	<u>366,931</u>	<u>356,383</u>
EQUITY AND LIABILITIES		
CURRENT LIABILITIES		
Payables	90,235	84,581
Short-term borrowings	1,663	1,454
Current tax liabilities	304	372
Dividend payable	43,323	-
Liabilities directly associated with disposal group classified as held for sale	43,706	44,193
	<u>179,231</u>	<u>130,600</u>
NET CURRENT ASSETS	<u>23,314</u>	<u>60,001</u>
NON-CURRENT LIABILITIES		
Long-term borrowings	2,026	1,606
Deferred tax liabilities	5,007	4,972
	<u>7,033</u>	<u>6,578</u>
TOTAL LIABILITIES	<u>186,264</u>	<u>137,178</u>
NET ASSETS	<u>180,667</u>	<u>219,205</u>
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY		
Share capital	187,024	187,024
Treasury shares	(37,486)	(37,485)
Share premium	68,504	68,504
Reserves	(36,596)	1,695
	<u>181,446</u>	<u>219,738</u>
NON-CONTROLLING INTERESTS	<u>(779)</u>	<u>(533)</u>
TOTAL EQUITY	<u>180,667</u>	<u>219,205</u>
TOTAL EQUITY AND LIABILITIES	<u>366,931</u>	<u>356,383</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2015.



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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the period ended 31 March 2016

	← Non-Distributable				→ Distributable						
	Share Capital RM'000	Share Premium RM'000	Warrant Reserve RM'000	Available- for-sale Financial Assets Reserve RM'000	Exchange Translation Reserve RM'000	Other Capital Reserve RM'000	Treasury Shares RM'000	Retained Profits/ (Losses) RM'000	Attributable to Owners of the Company RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
As at 1 January 2016	187,024	68,504	-	(70)	160	2,345	(37,485)	(740)	219,738	(533)	219,205
Total comprehensive income for the period	-	-	-	-	(261)	-	-	4,873	4,612	(96)	4,516
Transactions with owners:-											
- Purchase of own shares	-	-	-	-	-	-	(1)	-	(1)	-	(1)
- Share-based payments	-	-	-	-	-	420	-	-	420	-	420
- Dividend	-	-	-	-	-	-	-	(43,323)	(43,323)	-	(43,323)
- Dividend paid to non-controlling interest	-	-	-	-	-	-	-	-	-	(150)	(150)
As at 31 March 2016	<u>187,024</u>	<u>68,504</u>	<u>-</u>	<u>(70)</u>	<u>(101)</u>	<u>2,765</u>	<u>(37,486)</u>	<u>(39,190)</u>	<u>181,446</u>	<u>(779)</u>	<u>180,667</u>
As at 1 January 2015	175,017	55,288	1,208	(110)	1,108	861	(37,482)	25,571	221,461	(383)	221,078
Total comprehensive income for the period	-	-	-	-	253	-	-	10,815	11,068	(111)	10,957
Transactions with owners:-											
- Issuance of shares from exercise of warrants	66	73	(7)	-	-	-	-	-	132	-	132
- Purchase of own shares	-	-	-	-	-	-	(1)	-	(1)	-	(1)
- Share-based payments	-	-	-	-	-	430	-	-	430	-	430
As at 31 March 2015	<u>175,083</u>	<u>55,361</u>	<u>1,201</u>	<u>(110)</u>	<u>1,361</u>	<u>1,291</u>	<u>(37,483)</u>	<u>36,386</u>	<u>233,090</u>	<u>(494)</u>	<u>232,596</u>

The Condensed Consolidated Statement Of Changes In Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2015.



CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
for the period ended 31 March 2016

	31 March 2016 (RM'000)	31 March 2015 (RM'000)
<u>Cash flows from operating activities</u>		
Profit before tax from continuing operations	5,224	12,549
Loss before tax from discontinued operation	(113)	(654)
Profit before tax, total	5,111	11,895
Adjustment for:-		
- Non-cash items	3,586	3,521
- Non-operating items	(84)	988
Operating cash flows before changes in working capital	8,613	16,404
Changes in working capital		
- Increase in inventories	(1)	(27)
- Increase in trade and other receivables	(2,851)	(6,003)
- Increase in trade and other payables	5,275	8,804
Cash generated from operations	11,036	19,178
- Net taxes paid	(917)	(1,048)
- Interest received	231	295
- Interest paid	(53)	(572)
Net cash generated from operating activities	10,297	17,853
<u>Cash flows from investing activities</u>		
- Proceeds from disposal of property, plant and equipment	3	-
- Purchase of property, plant and equipment	(1,794)	(684)
- Placement of other investment	(16,779)	(5,135)
- Dividend received	-	18
Net cash used in investing activities	(18,570)	(5,801)
<u>Cash flows from financing activities</u>		
- Repayment of hire purchase and financial lease payables	(419)	(311)
- Purchase of own shares	(1)	(1)
- Proceeds from new shares, net of expenses	-	132
- Dividend paid	-	(40,441)
- Placement of deposits with licensed banks and financial institutions with maturity of more than three months	(210)	(337)
Net cash used in financing activities	(630)	(40,958)
Net decrease in cash and cash equivalents	(8,903)	(28,906)
Cash and cash equivalents at beginning of the period	43,637	62,445
Cash and cash equivalents at end of the period	34,734	33,539

The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2015.



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Notes to interim financial report

A. *DISCLOSURE REQUIREMENTS AS PER MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134*

1. **Basis of preparation**

The interim financial report is unaudited and has been prepared in accordance with the reporting requirements of MFRS 134: Interim Financial Reporting and the applicable disclosure provisions of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report has been prepared in accordance with the accounting policies adopted in the 2015 annual financial statements.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2015. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2015.

2. **Significant accounting policies**

2.1 **Adoption of Standards, Amendments and Annual Improvements to Standards**

The accounting policies adopted in the preparation of the interim financial report are consistent with those followed in the preparation of the Group's audited financial statements for the financial year ended 31 December 2015, except for the following:

Standards, Amendments and Annual Improvements to Standards effective for the financial periods beginning on or after 1 January 2016

MFRS 14 Regulatory Deferral Accounts
Amendments to MFRS 11 - Accounting for Acquisitions of Interests in Joint Operations
Amendments to MFRS 101 - Disclosure Initiative
Amendments to MFRS 127 - Equity Method in Separate Financial Statements
Amendments to MFRS 116 and MFRS 138 - Clarification of Acceptable Methods of Depreciation and Amortisation
Amendments to MFRS 116 and MFRS 141 - Agriculture: Bearer Plants
Amendments to MFRS 10, MFRS 12 and MFRS 128 - Investment Entities: Applying the Consolidation Exception
Annual Improvements to MFRSs 2012 - 2014 Cycle

The above pronouncements are either not relevant or do not impact the financial statements of the Group.



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2. Significant accounting policies

2.2 Standards issued but not yet effective

At the date of authorisation of the interim financial report, the following Standards were issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective and have not been adopted by the Group:

Description	Effective for annual periods beginning on or after
Amendments to MFRS 10 and MFRS 128 - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
Amendments to MFRS 107 - Disclosure Initiative	1 January 2017
Amendments to MFRS 112 – Recognition of Deferred Tax Assets for Unrealised Losses	1 January 2017
MFRS 9 Financial Instruments	1 January 2018
MFRS 15 Revenue from Contracts with Customers	1 January 2018
MFRS 16 Leases	1 January 2019

3. Qualification of Audit Report

The audit report of the financial statements of the Group for the year ended 31 December 2015 was not qualified.

4. Seasonal or cyclical factors

Full-time students enrol for courses during certain periods of the year whereas adult learners (part-time students) do not have preference for specific intakes.

With the combination of both full-time and part-time programmes offered by the Group, the effects of seasonal or cyclical factors are minimised.

5. Nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual.

There were no material unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the financial period ended 31 March 2016.



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6. Nature and amount of changes in estimates

There were no changes in estimates of amounts previously reported which have a material effect in the financial period ended 31 March 2016.

7. Issuance, cancellations, repurchases, resale and repayments of debt and equity securities

There were no cancellations, repurchases, resale and repayments of debts and equity securities during the financial period ended 31 March 2016 except for the following:

	No. of ordinary shares
No. of ordinary shares net of treasury shares as at 1 January 2016	722,050,308
Less: Purchase of Company's own ordinary shares	<u>(1,000)</u>
No. of ordinary shares net of treasury shares as at 31 March 2016	<u><u>722,049,308</u></u>

During the current quarter, the Company:

- (i) Repurchased 1,000 of its own ordinary shares from the open market at RM1.28 per share.

The shares repurchased are being held as treasury shares in accordance with Section 67A of the Companies Act 1965. As at 31 March 2016, the total shares bought back, all of which are held as treasury shares, amounted to 26,048,600 shares of RM0.25 each.

8. Dividend paid

On 25 February 2016, the Board of Directors declared an interim single tier dividend of RM 0.06 per ordinary share of RM 0.25 each in respect of the financial year ending 31 December 2016. This interim single tier dividend amounting to RM43,323,000 was paid on 20 April 2016.

9. Segment reporting

The Group's turnover and profits were derived mainly from education and training activities and accordingly, no segment reporting is presented.

10. Material subsequent events

There are no material subsequent events that have not been reflected in the financial statements for the financial period ended 31 March 2016.



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11. Changes in composition of the Group

There were no major changes in the composition of the Group during the current quarter ended 31 March 2016.

12. Changes in contingent liabilities or contingent assets

There were no material contingent liabilities or contingent assets of the Group as at 31 March 2016.

13. Capital Commitment

There were no material capital commitments approved and contracted for as at 31 March 2016.

14. Cash and bank balances

	As at 31 March 2016 (RM'000)
Cash and bank balances	
- Continuing operations	49,133
- Discontinued operation	-
Total cash and bank balances	<u>49,133</u>
Less: Deposits with licensed banks and financial institution with maturity of more than three months	<u>(14,399)</u>
Total cash and cash equivalents	<u><u>34,734</u></u>

15. Payables

Included in payables are fees received in advance from students amounting to approximately RM44.1 million (31 March 2015: RM41.2 million).



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B. DISCLOSURE REQUIREMENTS AS PER BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS.

1. Review of performance

For the period ended 31 March 2016, the Group achieved a revenue of RM64.4 million and a profit before taxation of RM5.3 million, a decrease of 4.43% and 55.77% respectively, as compared to the corresponding period in 2016.

The decrease in revenue and profit as compared to the previous financial year corresponding period is partially due to the drop in student enrolments brought forward from the previous year. The new enrolment for 2016 is encouraging, which would result in stronger performance in the second half of 2016.

2. Variation of results against preceding quarter

The Group recorded a profit before taxation of RM5.3 million for the quarter under review compared to a loss before tax of RM0.2 million in the preceding quarter. The improvement is in line with the general trend where the first quarter results are normally stronger than the fourth quarter.

3. Prospects for 2016

The Group is cautiously optimistic of the prospects for this year given the economic uncertainties which are causing the market to be cautious as well. However, the Group sees the potential in the weakening of the Ringgit to attract more international students to our campuses. The Group has also widen its offerings to reach various segments of students as well as regions in which we operate. Given our broader marketing strategies and course offerings, the Group believes that our financial performance will continue to improve.

4. Profit forecast

Not applicable.



5. Notes to the Consolidated Statement of Comprehensive Income

Profit before taxation is arrived at after charging/(crediting):

	Current Quarter Ended 31/3/2016 (RM'000)	Comparative Quarter Ended 31/3/2015 (RM'000)	Cumulative to-date 31/3/2016 (RM'000)	Cumulative to-date 31/3/2015 (RM'000)
Allowance for impairment on receivables	173	-	173	-
Amortisation of development costs	13	23	13	23
Depreciation expense	3,307	3,430	3,307	3,430
Interest income	(231)	(295)	(231)	(295)
Loss on disposal of property, plant and equipment	9	29	9	29
Loss on foreign exchange	74	-	74	-

6. Income tax

	Current quarter ended 31 March 2016 (RM'000)	Cumulative to-date 31 March 2016 (RM'000)
Current income tax		
- current	445	445
- prior year	67	67
	<u>512</u>	<u>512</u>
Deferred income tax		
- current	63	63
- prior year	(91)	(91)
	<u>(28)</u>	<u>(28)</u>
Total	<u>484</u>	<u>484</u>



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7. Status of corporate proposals announced

On 19 May 2014, the Company announced that its wholly owned subsidiary company, SEG International Group Sdn Bhd, entered into a share sale agreement with Global Activate Sdn Bhd for the proposed disposal of the entire issued and paid-up share capital of SEGi International Learning Alliance Sdn Bhd for a cash consideration of RM14,000,000.

The proposed disposal has been completed on 1 April 2016.

8. Borrowing and debt securities

The Group's borrowings as at 31 March 2016 are as follows:

	<u>(RM'000)</u>
Continuing operations:-	
- Current	1,663
- Non-current	<u>2,026</u>
	3,689
Discontinued operation:-	
- Non-current	<u>43,400</u>
	<u><u>47,089</u></u>

The above borrowings are secured and denominated in Ringgit Malaysia.

9. Changes in material litigation

There were no pending material litigations as at 23 May 2016.

10. Dividend

On 25 February 2016, the Board of Directors declared an interim single tier dividend of RM 0.06 per ordinary share of RM 0.25 each in respect of the financial year ending 31 December 2016. This interim single tier dividend amounting to RM43,323,000 was paid on 20 April 2016.



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11. Retained Profits/(Losses)

The breakdown of retained profits/(losses) of the Group as at reporting date, into realised and unrealised is as follows:

	Current quarter ended 31 March 2016 (RM'000)	Cumulative to-date 31 March 2016 (RM'000)
Retained profits/(losses) of the Group		
- realised	(57,627)	(57,627)
- unrealised	5,450	5,450
	<u>(52,177)</u>	<u>(52,177)</u>
Add: consolidation adjustments	12,987	12,987
Total retained profits/(losses) as per consolidated accounts	<u>(39,190)</u>	<u>(39,190)</u>



12. Earnings per share

The basic and diluted earnings per share have been calculated based on the consolidated net profit for the period and on the weighted average number of ordinary shares in issue during the period.

Basic earnings per share

	Current Quarter Ended 31/3/2016 (RM'000)	Comparative Quarter Ended 31/3/2015 (RM'000)	Cumulative to-date 31/3/2016 (RM'000)	Cumulative to-date 31/3/2015 (RM'000)
Earnings				
Profit after taxation	4,777	10,704	4,777	10,704
Amount attributable to non-controlling interests	96	111	96	111
Profit after taxation attributable to the equity holders of the Company	4,873	10,815	4,873	10,815
Weighted average number of ordinary shares ('000)	722,050	674,188	722,050	674,188
Basic earnings per share (sen)	0.67	1.60	0.67	1.60

Diluted earnings per share

Earnings				
Profit after taxation	4,777	10,704	4,777	10,704
Amount attributable to non-controlling interests	96	111	96	111
Profit after taxation attributable to the equity holders of the Company	4,873	10,815	4,873	10,815
Weighted average number of ordinary shares ('000)	722,050	674,188	722,050	674,188
Effect of dilution ('000)				
- Warrants	-	39,531	-	39,531
- Shares Grant Plan ("SGP")	261	-	261	-
Weighted average number of ordinary shares ('000)	722,311	713,719	722,311	713,719
Diluted earnings per share (sen)	0.67	1.52	0.67	1.52