



SUMMARY OF KEY FINANCIAL INFORMATION
30 September 2019

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30/9/2019	30/9/2018	30/9/2019	30/9/2018
	RM'000	RM'000	RM'000	RM'000
1 Revenue	64,987	65,461	185,190	190,189
2 Profit before tax	17,604	17,670	40,394	39,347
3 Profit for the period	16,553	15,745	36,174	34,633
4 Profit attributable to ordinary equity holders of the parent	16,558	15,756	36,188	34,682
5 Basic earnings per share (sen)	1.34	1.27	2.92	2.80
6 Proposed/Declared dividend per share (sen)	-	-	-	-
			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)			0.0926	0.0747

ADDITIONAL INFORMATION

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30/9/2019	30/9/2018	30/9/2019	30/9/2018
	RM'000	RM'000	RM'000	RM'000
1. Gross interest income	295	269	669	684
2. Gross interest expense	(2,219)	(518)	(7,012)	(1,604)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
 for the period ended 30 September 2019

	Current Period 3 months ended 30- September		Cumulative Period 9 months ended 30- September	
	2019 (RM'000)	2018 (RM'000)	2019 (RM'000)	2018 (RM'000)
Revenue	64,987	65,461	185,190	190,189
Cost of services	(20,491)	(20,227)	(59,872)	(62,198)
Gross profit	44,496	45,234	125,318	127,991
Interest income	295	269	669	684
Other income	2,689	2,831	6,410	5,878
	47,480	48,334	132,397	134,553
Distribution expenses	(3,391)	(2,568)	(9,418)	(8,105)
Administrative expenses	(13,866)	(13,979)	(40,673)	(43,972)
Other expenses	(10,400)	(13,599)	(34,900)	(41,525)
Finance costs	(2,219)	(518)	(7,012)	(1,604)
Profit before tax	17,604	17,670	40,394	39,347
Income tax	(1,051)	(1,925)	(4,220)	(4,714)
Profit for the period	16,553	15,745	36,174	34,633
Profit attributable to:				
Equity holders of the Company	16,558	15,756	36,188	34,682
Non-controlling interests	(5)	(11)	(14)	(49)
	16,553	15,745	36,174	34,633
Other comprehensive income:				
Other comprehensive income to be reclassified to profit or loss in subsequent periods:				
Fair value gain on available for sale financial assets	(75)	(5)	(55)	(50)
Foreign currency translation reserve	(46)	563	(231)	588
Total comprehensive income for the period	16,432	16,303	35,888	35,171
Total comprehensive income attributable to:				
Equity holders of the Company	16,437	16,314	35,902	35,220
Non-controlling interests	(5)	(11)	(14)	(49)
	16,432	16,303	35,888	35,171
Earnings per share attributable to equity holders of the Company (sen):-				
- Basic	1.34	1.27	2.92	2.80
- Fully diluted	1.34	1.27	2.92	2.80

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2018.



CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
At 30 September 2019

	As at 30 September 2019 (RM'000)	As at 31 December 2018 (RM'000)
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	99,797	103,010
Right-of-use assets	124,152	-
Intangible assets	27,524	27,527
Other investments	765	820
Receivables	707	1,815
Deferred tax assets	7,470	9,692
	<u>260,415</u>	<u>142,864</u>
CURRENT ASSETS		
Inventories	98	102
Receivables	32,062	22,572
Tax recoverable	5,847	7,021
Other financial asset	273	269
Deposits, cash and bank balances	77,474	53,669
	<u>115,754</u>	<u>83,633</u>
TOTAL ASSETS	<u>376,169</u>	<u>226,497</u>
EQUITY AND LIABILITIES		
CURRENT LIABILITIES		
Short-term borrowings	10,031	9,636
Short-term lease liabilities	22,198	-
Payables	44,891	47,360
Provisions	8,765	10,777
Contract liabilities	37,560	32,532
Current tax liabilities	1,060	464
	<u>124,505</u>	<u>100,769</u>
NET CURRENT LIABILITIES	<u>(8,751)</u>	<u>(17,136)</u>
NON-CURRENT LIABILITIES		
Long-term borrowings	20,040	25,881
Long-term lease liabilities	114,257	-
Payables	2,463	4,060
Deferred tax liabilities	1,211	4,327
	<u>137,971</u>	<u>34,268</u>
TOTAL LIABILITIES	<u>262,476</u>	<u>135,037</u>
NET ASSETS	<u>113,693</u>	<u>91,460</u>
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY		
Share capital	147,707	147,707
Treasury shares	(37,486)	(37,486)
Reserves	4,486	(17,761)
	<u>114,707</u>	<u>92,460</u>
NON-CONTROLLING INTERESTS	<u>(1,014)</u>	<u>(1,000)</u>
TOTAL EQUITY	<u>113,693</u>	<u>91,460</u>
TOTAL EQUITY AND LIABILITIES	<u>376,169</u>	<u>226,497</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2018.



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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the period ended 30 September 2019

	← Non-Distributable				Distributable →				Total Equity RM'000
	Share Capital 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	
As at 1 January 2019	147,707	(120)	93	1,991	(37,486)	(19,725)	92,460	(1,000)	91,460
Adoption of MFRS 16	-	-	-	-	-	(13,852)	(13,852)	-	(13,852)
Balance as at 1 January 2019	147,707	(120)	93	1,991	(37,486)	(33,577)	78,608	(1,000)	77,608
Total comprehensive income for the period	-	(55)	(231)	-	-	36,188	35,902	(14)	35,888
Transactions with owners:-									
- Share-based payments	-	-	-	197	-	-	197	-	197
As at 30 September 2019	147,707	(175)	(138)	2,188	(37,486)	2,611	114,707	(1,014)	113,693
As at 1 January 2018	147,503	(30)	(503)	1,763	(37,486)	(20,107)	91,140	(963)	90,177
Adoption of MFRS 9 and 15	-	-	-	-	-	(7,717)	(7,717)	-	(7,717)
Balance as at 1 January 2018	147,503	(30)	(503)	1,763	(37,486)	(27,824)	83,423	(963)	82,460
Total comprehensive income for the period	-	(50)	588	-	-	34,682	35,220	(49)	35,171
Transactions with owners:-									
- Share-based payments	204	-	-	(234)	-	-	(30)	-	(30)
As at 30 September 2018	147,707	(80)	85	1,529	(37,486)	6,858	118,613	(1,012)	117,601

The Condensed Consolidated Statement Of Changes In Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2018.



CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
for the period ended 30 September 2019

	30 September 2019	30 September 2018
	(RM'000)	(RM'000)
<u>Cash flows from operating activities</u>		
Profit before tax	40,394	39,347
Adjustment for:-		
- Non-cash items	30,600	13,382
- Non-operating items	861	260
Operating cash flows before changes in working capital	71,855	52,989
Changes in working capital		
- Decrease in inventories	4	6
- Increase in trade and other receivables	(9,898)	(13,485)
- (Decrease)/Increase in trade and other payables	(1,050)	7,887
Cash generated from operations	60,911	47,397
- Net taxes paid	(3,344)	(2,318)
- Interest received	669	685
- Interest paid	(1,291)	(1,604)
Net cash generated from operating activities	56,945	44,160
<u>Cash flows from investing activities</u>		
- Proceeds from disposal of property, plant and equipment	67	59
- Purchase of property, plant and equipment	(5,877)	(2,180)
- Placement of other investment	(4)	(11,575)
- Dividend received	43	27
Net cash used in investing activities	(5,771)	(13,669)
<u>Cash flows from financing activities</u>		
- Payment of principal portion of lease liabilities	(21,923)	-
- Net repayment of borrowings	(5,446)	(7,576)
- Dividend paid	-	(43,337)
- Withdrawal of deposits with licensed banks and financial institutions with maturity of more than three months	3,865	1,210
Net cash used in financing activities	(23,504)	(49,703)
Net increase/(decrease) in cash and cash equivalents	27,670	(19,212)
Cash and cash equivalents at beginning of the period	45,002	73,761
Cash and cash equivalents at end of the period	72,672	54,549

The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2018.



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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 requirements of the Companies Act 2016 in Malaysia, where applicable.

The report has also been prepared in accordance with the applicable disclosure provisions of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2018. 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 2018.

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 2018, except for the following:

Standards, Amendments and Annual Improvements to Standards effective for the financial periods beginning on or after 1 January 2019

Amendments to MFRS 9 Prepayment Features with Negative Compensation
MFRS 16 Leases
Amendments to MFRS 119 Plan Amendment, Curtailment or Settlement
Amendments to MFRS 128 Long-term Interests in Associates and Joint Ventures
Annual Improvements to MFRS Standards 2015-2017 Cycle
IC Interpretation 23 Uncertainty over Income Tax Treatment

The adoption of the abovementioned accounting standards and amendments have no material impact on the financial statements of the Group upon their initial application except for the following:



2. Significant accounting policies (Cont'd)

2.1 Adoption of Standards, Amendments and Annual Improvements to Standards (cont'd)

MFRS 16 Leases

MFRS 16 will replace MFRS 117 Leases, IC Interpretation 4 Determining whether an Arrangement contains a Lease, IC Interpretation 115 Operating Lease-Incentives and IC Interpretation 127 Evaluating the Substance of Transactions Involving the Legal Form of a Lease. MFRS 16 sets out the principles for the recognition, measurement, presentation and disclosure of leases and requires lessees to account for all leases under a single on-balance sheet model similar to the accounting for finance leases under MFRS 117.

At the commencement date of a lease, the Group as a lessee will recognise a liability to make lease payments (i.e. the lease liability) and an asset representing the right to use the underlying asset (i.e. the right-of-use asset) during the lease term. Lessees will be required to recognise interest expense on the lease liability and the depreciation expense on the right-of-use asset.

Lessees will be also required to re-measure the lease liability upon the occurrence of certain events such as a change in the lease term, a change in future lease payments resulting from a change in an index or rate used to determine those payments. The lessee will generally recognise the amount of the re-measurement of the lease liability as an adjustment to the right-of-use asset.

Lessor accounting under MFRS 16 is substantially the same as the accounting under MFRS 117. Lessors will continue to classify all leases using the same classification principle as in MFRS 117 and distinguish between two types of leases: operating and finance leases.

MFRS 16 is effective for annual periods beginning on or after 1 January 2019. Early application is permitted but not before an entity applies MFRS 15. The Group and the Company adopted MFRS16 as of 1 January 2019 applying modified retrospective approach, and with no restatement of comparative information.

The following table summarises the carrying amounts of the Group's right-of-use assets and lease liabilities movement during the period.

	Right-of-use asset (RM'000)	Lease liabilities (RM'000)
As at 1 January 2019	137,262	150,826
Additions	6,933	7,056
Restoration cost	-	(442)
Depreciation	(16,866)	-
De-recognition	(3,177)	(4,783)
Interest expense	-	5,721
Payments	-	(21,923)
As at 30 September 2019	124,152	136,455



2. Significant accounting policies (Cont'd)

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 2 Share-based payment	1 January 2020
Amendments to MFRS 3 Business Combinations	1 January 2020
Amendments to MFRS 6 Exploration for and Evaluation of Mineral Resources	1 January 2020
Amendments to MFRS 14 Regulatory Deferral Accounts	1 January 2020
Amendments to MFRS101 Presentation of Financial Statements	1 January 2020
Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors	1 January 2020
Amendments to MFRS 134 Interim Financial Reporting	1 January 2020
Amendments to MFRS 137 Provision, Contingent Liabilities and Contingent Asset	1 January 2020
Amendments to MFRS 138 Intangible Assets	1 January 2020
Amendments to IC Interpretation 12 Service Concession Agreements	1 January 2020
Amendments to IC interpretation 19 Extinguishing Financial Liabilities with Equity Instruments	1 January 2020
Amendments to IC Interpretation 20 Stripping Costs in the Production Phase of a Surface Mine	1 January 2020
Amendments to IC Interpretation 22 Foreign Currency Transactions and Advance Consideration	1 January 2020
Amendments to IC interpretation 132 Intangible Assets-Website Costs	1 January 2020
MFRS17 Insurance Contracts	1 January 2020
Amendments to MFRS10 and MFRS128 Sale or Contribution of Assets between and Investor and its Associate of Joint Venture	1 January 2020
IC Interpretation 23 Uncertainty over Income Tax Treatments	1 January 2020
MFRS 17 Insurance Contracts	1 January 2020
Amendments to MFRS 10 and MFRS 128 - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred



3. Qualification of Audit Report

The audit report of the financial statements of the Group for the year ended 31 December 2018 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 30 September 2019.

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 30 September 2019.

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 30 September 2019. Total ordinary shares net of treasury shares as at 30 September 2019 amounted to 1,238,514,542 shares.

The shares repurchased are being held as treasury shares in accordance with Section 127(4)(b) of the Companies Act 2016. As at 30 September 2019, the total shares bought back of 26,048,600 are held as treasury shares.

8. Dividend paid

During the previous financial year, the Board of Directors declared an interim single tier dividend of RM0.0275 per ordinary share each in respect of the financial year ended 31 December 2018. This interim single tier dividend amounting to RM34,059,000 was paid on 15 November 2018.

On 19 November 2019, the Board of Directors declared an interim single tier dividend of RM0.025 per ordinary share each in respect of the financial year ending 31 December 2019. This interim single tier dividend will be paid on 12 December 2019.



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 year period ended 30 September 2019.

11. Changes in composition of the Group

There were no major changes in the composition of the Group during the current quarter ended 30 September 2019.

12. Changes in contingent liabilities or contingent assets

There were no material contingent liabilities or contingent assets of the Group as at 30 September 2019.

13. Capital Commitment

There were no material capital commitments approved and contracted for as at 30 September 2019.

14. Deposits, cash and bank balances

	As at 30 September 2019 (RM'000)
Total deposits, cash and bank balances	77,747
Less: Deposits with licensed banks and financial institution with maturity of more than three months	<u>(5,075)</u>
Total cash and cash equivalents	<u>72,672</u>



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

1. Review of performance

For the period ended 30 September 2019, the Group's revenue had decreased by 2.6% to RM185.2 million and profit before taxation had increased by 2.7% to RM40.4 million as compared to the corresponding period ended 30 September 2018.

The Group achieved an earnings before interest, tax, depreciation and amortisation ("EBITDA") of RM70.8 million compared to RM49.5 million in the corresponding period in 2018. This reflects an increase of 43.0% in EBITDA.

The improvement in EBITDA and profit before tax is mainly due to the efficient utilisation of the assets, besides the impact arising from the adoption of MFRS16.

2. Variation of results against preceding quarter

The Group recorded a profit before taxation of RM17.6 million for the quarter under review compared to a profit before tax of RM11.6 million in the preceding quarter. The increase is in line with the general trend where the third quarter results are normally stronger than the second quarter.

3. Prospects for 2019

For the last two years, the Group has successfully streamlined its operations where it has optimised its assets and resources. In this financial year, the Group is focusing at growing its market segments both locally and internationally. The Group is continuously adding on new academic programmes which are in demand by the industry, particularly those related to technology. We are also expanding our reach internationally through collaborations and smart partnerships with local partners in many countries around the region.

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 30/9/2019 (RM'000)	Comparative Quarter Ended 30/9/2018 (RM'000)	Cumulative to-date 30/9/2019 (RM'000)	Cumulative to-date 30/9/2018 (RM'000)
Allowance for impairment on receivables	-	12	-	12
Amortisation of development costs	-	3	3	13
Bad debts written off	-	12	-	12
Depreciation expense	2,915	2,980	8,733	9,233
Depreciation of right-of-use assets	5,633	-	16,866	-
Expected credit loss	(595)	595	(630)	2,701
Interest expense	397	518	1,291	1,604
Interest expense on lease liabilities	1,822	-	5,721	-
Interest income	(295)	(269)	(669)	(684)
(Gain)/Loss on disposal of property, plant and equipment	-	(35)	89	(50)
(Gain)/Loss on foreign exchange	(56)	530	(132)	608
Loss on disposal of subsidiaries	-	356	-	356

6. Income tax

	Current quarter ended 30 September 2019 (RM'000)	Cumulative to-date 30 September 2019 (RM'000)
Current income tax		
- current	1,664	5,524
- prior year	(358)	(409)
	<u>1,306</u>	<u>5,115</u>
Deferred income tax		
- current	(255)	(895)
- prior year	-	-
	<u>(255)</u>	<u>(895)</u>
Total	<u>1,051</u>	<u>4,220</u>



7. Status of corporate proposals announced

There are no corporate proposals announced that have not been completed.

8. Borrowing and debt securities

The Group's borrowings as at 30 September 2019 are as follows:

	<u>(RM'000)</u>
Current	10,031
Non-current	<u>20,040</u>
	<u><u>30,071</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 22 November 2019.

10. Dividend

During the previous financial year, the Board of Directors declared an interim single tier dividend of RM0.0275 per ordinary share each in respect of the financial year ended 31 December 2018. This interim single tier dividend amounting to RM34,059,000 was paid on 15 November 2018.

On 19 November 2019, the Board of Directors declared an interim single tier dividend of RM0.025 per ordinary share each in respect of the financial year ending 31 December 2019. This interim single tier dividend will be paid on 12 December 2019.



11. 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 30/9/2019 (RM'000)	Comparative Quarter Ended 30/9/2018 (RM'000)	Cumulative to-date 30/9/2019 (RM'000)	Cumulative to-date 30/9/2018 (RM'000)
Earnings				
Profit after taxation	16,553	15,745	36,174	34,633
Amount attributable to non-controlling interests	5	11	14	49
Profit after taxation attributable to the equity holders of the Company	16,558	15,756	36,188	34,682
Weighted average number of ordinary shares ('000)	1,238,515	1,238,198	1,238,515	1,238,376
Basic earnings per share (sen)	1.34	1.27	2.92	2.80

Diluted earnings per share

Earnings				
Profit after taxation	16,553	15,745	36,174	34,633
Amount attributable to non-controlling interests	5	11	14	49
Profit after taxation attributable to the equity holders of the Company	16,558	15,756	36,188	34,682
Weighted average number of ordinary shares ('000)	1,238,515	1,238,198	1,238,515	1,238,376
Effect of dilution ('000) - Shares Grant Plan ("SGP")	652	668	652	668
Weighted average number of ordinary shares ('000)	1,239,167	1,239,866	1,239,167	1,239,044
Diluted earnings per share (sen)	1.34	1.27	2.92	2.80