



SUMMARY OF KEY FINANCIAL INFORMATION
31 March 2022

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31/3/2022	31/3/2021	31/3/2022	31/3/2021
	RM'000	RM'000	RM'000	RM'000
1 Revenue	54,948	52,010	54,948	52,010
2 Profit before tax	10,499	9,260	10,499	9,260
3 Profit for the period	8,654	8,472	8,654	8,472
4 Profit attributable to ordinary equity holders of the parent	8,652	8,475	8,652	8,475
5 Basic earnings per share (sen)	0.71	0.69	0.71	0.69
			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)			0.1086	0.1313

ADDITIONAL INFORMATION

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31/3/2022	31/3/2021	31/3/2022	31/3/2021
	RM'000	RM'000	RM'000	RM'000
1. Gross interest income	217	116	217	116
2. Gross interest expense	(1,662)	(1,942)	(1,662)	(1,942)



CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
for the period ended 31 March 2022

	Current Period 3 months ended 31 - March		Cumulative Period 3 months ended 31 - March	
	2022 (RM'000)	2021 (RM'000)	2022 (RM'000)	2021 (RM'000)
Revenue	54,948	52,010	54,948	52,010
Cost of services	(21,471)	(18,371)	(21,471)	(18,371)
Gross profit	33,477	33,639	33,477	33,639
Interest income	217	116	217	116
Other income	1,892	1,382	1,892	1,382
Distribution expenses	35,586	35,137	35,586	35,137
Administrative expenses	(1,534)	(1,734)	(1,534)	(1,734)
Other expenses	(11,062)	(11,839)	(11,062)	(11,839)
Finance costs	(10,829)	(10,362)	(10,829)	(10,362)
Profit before tax	10,499	9,260	10,499	9,260
Income tax	(1,845)	(788)	(1,845)	(788)
Profit net of tax	8,654	8,472	8,654	8,472
Profit attributable to:				
Equity holders of the Company	8,652	8,475	8,652	8,475
Non-controlling interests	2	(3)	2	(3)
	8,654	8,472	8,654	8,472
Other comprehensive income:				
Other comprehensive income to be reclassified to profit or loss in subsequent periods:				
Foreign currency translation reserve	164	(193)	164	(193)
Total comprehensive income for the period	8,818	8,279	8,818	8,279
Total comprehensive income attributable to:				
Equity holders of the Company	8,816	8,282	8,816	8,282
Non-controlling interests	2	(3)	2	(3)
	8,818	8,279	8,818	8,279
Earnings per share attributable to equity holders of the Company (sen):-				
- Basic	0.71	0.69	0.71	0.69
- Fully diluted	0.70	0.69	0.70	0.69

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2021.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 31 March 2022

	As at 31 March 2022 (RM'000)	As at 31 December 2021 (RM'000)
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	92,806	94,424
Investment properties	6,724	6,747
Intangible assets	27,210	27,210
Other investments	660	660
Receivables	5,103	4,873
Right-of-use assets	123,933	118,909
Deferred tax assets	9,061	8,939
	<u>265,497</u>	<u>261,762</u>
CURRENT ASSETS		
Inventories	123	86
Receivables	28,357	25,576
Tax recoverable	3,479	3,181
Other financial asset	280	280
Deposits, cash and bank balances	97,023	118,453
	<u>129,262</u>	<u>147,576</u>
TOTAL ASSETS	<u>394,759</u>	<u>409,338</u>
EQUITY AND LIABILITIES		
CURRENT LIABILITIES		
Borrowings	20,867	23,058
Lease liabilities	23,563	22,639
Payables	61,270	57,437
Contract liabilities	35,904	30,043
Provisions	120	120
Current tax liabilities	2,899	744
	<u>144,623</u>	<u>134,041</u>
NET CURRENT (LIABILITIES)/ASSETS	<u>(15,361)</u>	<u>13,535</u>
NON-CURRENT LIABILITIES		
Lease liabilities	109,572	105,351
Payables	1,406	2,007
Contract liabilities	1,191	1,134
Provisions	406	406
Deferred tax liabilities	5,481	6,517
	<u>118,056</u>	<u>115,415</u>
TOTAL LIABILITIES	<u>262,679</u>	<u>249,456</u>
NET ASSETS	<u>132,080</u>	<u>159,882</u>
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY		
Share capital	147,707	147,707
Treasury shares	(45,191)	(45,191)
Reserves	30,579	58,383
	<u>133,095</u>	<u>160,899</u>
NON-CONTROLLING INTERESTS	<u>(1,015)</u>	<u>(1,017)</u>
TOTAL EQUITY	<u>132,080</u>	<u>159,882</u>
TOTAL EQUITY AND LIABILITIES	<u>394,759</u>	<u>409,338</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2021.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
 for the period ended 31 March 2022

	← Non-Distributable →					Distributable				Total Equity RM'000
	Share Capital RM'000	Fair Value Reserve of Financial Asset at FVOCI RM'000	Assets Revaluation Surplus RM'000	Exchange Translation Reserve RM'000	Share- Based Payment Reserve RM'000	Treasury Shares RM'000	Retained Profits RM'000	Attributable to Owners of the Company RM'000	Non- Controlling Interests RM'000	
As at 1 January 2022	147,707	5	21,902	12	2,527	(45,191)	33,937	160,899	(1,017)	159,882
Profit for the period	-	-	-	-	-	-	8,652	8,652	2	8,654
<u>Other comprehensive income for the period, net of tax</u>										
Foreign currency translation differences	-	-	-	164	-	-	-	164	-	164
Total comprehensive income for the period	-	-	-	164	-	-	8,652	8,816	2	8,818
Depreciation transfer for buildings to retained profits	-	-	(35)	-	-	-	35	-	-	-
Deferred tax impact transfer on revaluation of freehold land and buildings	-	-	8	-	-	-	(8)	-	-	-
Transactions with owners:-										
- Share-based payments	-	-	-	-	155	-	-	155	-	155
- Dividend paid	-	-	-	-	-	-	(36,775)	(36,775)	-	(36,775)
As at 31 March 2022	147,707	5	21,875	176	2,682	(45,191)	5,841	133,095	(1,015)	132,080
As at 1 January 2021	147,707	-	-	198	1,991	(45,191)	(12,407)	92,298	(1,025)	91,273
Total comprehensive income for the period	-	-	-	(193)	-	-	8,472	8,279	(3)	8,276
Transactions with owners:-										
- Share-based payments	-	-	-	-	302	-	-	302	-	302
As at 31 March 2021	147,707	-	-	5	2,293	(45,191)	(3,935)	100,879	(1,028)	99,851

The Condensed Consolidated Statement Of Changes In Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2021.



CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
for the period ended 31 March 2022

	31 March 2022 (RM'000)	31 March 2021 (RM'000)
<u>Cash flows from operating activities</u>		
Profit before tax	10,499	9,260
Adjustment for:-		
- Non-cash items	7,499	9,158
- Non-operating items	1,796	831
Operating cash flows before changes in working capital	<u>19,794</u>	<u>19,249</u>
Changes in working capital		
- Increase in inventories	(37)	(9)
- Increase in trade and other receivables	(2,677)	(2,786)
- Increase in trade and other payables	9,271	9,539
Cash generated from operations	26,351	25,993
- Net taxes paid	(1,146)	(2,370)
- Interest received	217	116
- Interest paid	(1,662)	(1,942)
Net cash generated from operating activities	<u>23,760</u>	<u>21,797</u>
<u>Cash flows from investing activities</u>		
- Proceeds from disposal of property, plant and equipment	5	2
- Purchase of property, plant and equipment	(487)	(332)
Net cash used in investing activities	<u>(482)</u>	<u>(330)</u>
<u>Cash flows from financing activities</u>		
- Payment of principal portion of lease liabilities	(5,742)	(5,499)
- Net repayment of borrowings	(2,191)	(2,199)
- Dividend paid	(36,775)	-
- Withdrawal of deposits with licensed banks and financial institutions with maturity of more than three months	163	-
Net cash used in financing activities	<u>(44,545)</u>	<u>(7,698)</u>
Net (decrease)/increase in cash and cash equivalents	(21,267)	13,769
Cash and cash equivalents at beginning of the period	<u>112,958</u>	<u>47,721</u>
Cash and cash equivalents at end of the period	<u>91,691</u>	<u>61,490</u>

The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2021.



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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 2021. 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 2021.

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 2021, except for the following:

Standards, Amendments and Annual Improvements to Standards effective for the financial periods beginning on or after 1 January 2022

Description

Annual improvements to MFRS standards 2018 - 2020

Amendments to MFRS 116 Property, Plant and Equipment – Proceeds before Intended Use

Amendments to MFRS 3 – Reference to the Conceptual Framework

Amendments to MFRS 137 – Onerous Contracts - Cost of Fulfilling a Contract

The adoption of the above Amendments to MFRS did not have any material effect on the financial statements in the period of initial application.



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 17 Insurance Contract	1 January 2023
Amendments to MFRS 101 Classification of Liabilities as Current or Non-current	1 January 2023
Amendments to MFRS 101 Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 108 Definition of Accounting Estimates	1 January 2023
Amendments MFRS 112 Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023
Amendments to MFRS 10 and MFRS 128 Sales 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 2021 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 period ended 31 March 2022.



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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 2022.

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 2022.

The shares repurchased are being held as treasury shares in accordance with Section 127(4)(b) of the Companies Act 2016.

8. Dividend paid

On 2 January 2022, the Board of Directors declared an interim single tier dividend of RM0.03 per ordinary share each in respect of the financial year ending 31 December 2022. This interim single tier dividend amounting to RM36.8 million was paid on 25 January 2022.

The Board of Directors recommends the payment of a first and final dividend of RM0.01 per ordinary share each in respect of the financial year ended 31 December 2021. This dividend is subject to the approval of the shareholders at the coming Annual General Meeting.

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 2022.

11. Changes in composition of the Group

There were no major changes in the composition of the Group during the financial period ended 31 March 2022.

12. Changes in contingent liabilities or contingent assets

There were no material contingent liabilities or contingent assets of the Group as at 31 March 2022.



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13. Capital Commitment

Authorised capital expenditure not provided for in the financial statements as at 31 March 2022.

(RM'000)

Approved and contracted for
Equipment – software

2,530

14. Deposits, cash and bank balances

As at
31 March 2022
(RM'000)

Total deposits, cash and bank balances
Less: Deposits with licensed banks and financial institution
with maturity of more than three months
Total cash and cash equivalents

97,023

(5,332)

91,691



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

1. Review of performance

For the period ended 31 March 2022, the Group achieved a revenue of RM54.9 million and a profit before taxation of RM10.5 million, an increase of 5.6% and increase of 13.4% respectively, as compared to the corresponding period in 2021.

The Group achieved earnings before interest, tax, depreciation and amortisation (“EBITDA”) of RM20.1 million compared to RM19.2 million in the corresponding period in 2021. This reflects an increase of 4.7% in EBITDA.

The improvement in EBITDA and profit before tax is mainly due to the revenue growth for the period under review, efficient utilisation of the assets and improvement in enrolment of new students.

2. Variation of results against preceding quarter

The Group recorded a profit before taxation of RM10.5 million for the quarter under review compared to a profit before tax of RM12.7 million in the preceding quarter.

3. Prospects for 2022

The Group has been able to maintain its strong profitability despite the pandemic in the last couple of years mainly due to lower operating costs and transformation to suit the challenging times.

While the volatility of the pandemic continues to limit and restrict business activities including Group marketing and foreign student recruitment, we have put in place mechanisms to overcome and sustain the overall revenue and profitability in the immediate future.

The Group has identified key strategic areas particularly in globalisation, digitalisation and diversification to realign our entire learning ecosystem to ensure students’ needs and experiences are continually enabled and enhanced. That includes the creation of more digitally related programmes and hybrid delivery of classes.

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 31/03/2022 (RM'000)	Comparative Quarter Ended 31/03/2021 (RM'000)	Cumulative to-date 31/03/2022 (RM'000)	Cumulative to-date 31/03/2021 (RM'000)
Allowance/(reversal) for ECL on trade receivables	(73)	477	(73)	477
Depreciation expense	2,106	2,408	2,106	2,408
Depreciation of right-of-use assets	5,870	5,558	5,870	5,558
Interest expense	110	200	110	200
Interest expense on lease liabilities	1,552	1,742	1,552	1,742
Interest income	(217)	(116)	(217)	(116)
Gain on disposal of property, plant and equipment	(5)	(2)	(5)	(2)
Gain on foreign exchange	(201)	(443)	(201)	(443)
Bad debts written offs	-	23	-	23

6. Income tax

	Current quarter ended 31 March 2022 (RM'000)	Cumulative to-date 31 March 2022 (RM'000)
Current income tax		
- current	2,952	2,952
- prior year	50	50
	<u>3,002</u>	<u>3,002</u>
Deferred income tax		
- current	(1,157)	(1,157)
- prior year	-	-
	<u>(1,157)</u>	<u>(1,157)</u>
Total	<u>1,845</u>	<u>1,845</u>



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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 31 March 2022 are as follows:

	<u>(RM'000)</u>
Current	
- Overdraft	6,367
- Other short-term borrowings	14,500
	<u>20,867</u>
Non-current	
- Long-term borrowings	-
	<u>20,867</u>

The above borrowings are secured and denominated in Ringgit Malaysia.

9. Changes in material litigation

There were no pending material litigations as at 17 May 2022.

10. Dividend

On 2 January 2022, the Board of Directors declared an interim single tier dividend of RM0.03 per ordinary share each in respect of the financial year ending 31 December 2022. This interim single tier dividend amounting to RM36.8 million was paid on 25 January 2022.

The Board of Directors recommends the payment of a first and final dividend of RM0.01 per ordinary share each in respect of the financial year ended 31 December 2021. This dividend is subject to the approval of the shareholders at the coming Annual General Meeting.



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 31/03/2022 (RM'000)	Comparative Quarter Ended 31/03/2021 (RM'000)	Cumulative to-date 31/03/2022 (RM'000)	Cumulative to-date 31/03/2021 (RM'000)
Earnings				
Profit after taxation	8,654	8,472	8,654	8,472
Amount attributable to non-controlling interests	(2)	3	(2)	3
Profit after taxation attributable to the equity holders of the Company	8,652	8,475	8,652	8,475
Weighted average number of ordinary shares ('000)	1,225,829	1,225,829	1,225,829	1,225,829
Basic earnings per share (sen)	0.71	0.69	0.71	0.69

Diluted earnings per share

Earnings				
Profit after taxation	8,654	8,472	8,654	8,472
Amount attributable to non-controlling interests	(2)	3	(2)	3
Profit after taxation attributable to the equity holders of the Company	8,652	8,475	8,652	8,475
Weighted average number of ordinary shares ('000)	1,225,829	1,225,829	1,225,829	1,225,829
Effect of dilution ('000) - Shares Grant Plan ("SGP")	4,451	4,451	4,451	4,451
Weighted average number of ordinary shares ('000)	1,230,280	1,230,280	1,230,280	1,230,280
Diluted earnings per share (sen)	0.70	0.69	0.70	0.69