

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 SEPTEMBER 2024

	Individual Quarter 3 months ended		Cumulative Quarter 3 months ended	
	30-September-24 (RM'000)	30-September-23 (RM'000)	30-September-24 (RM'000)	30-September-23 (RM'000)
Revenue	41,748	38,409	41,748	38,409
Cost of services	(17,511)	(16,250)	(17,511)	(16,250)
Gross profit	24,237	22,159	24,237	22,159
Other income	84	425	84	425
Administrative expenses	(18,262)	(16,518)	(18,262)	(16,518)
Interest expense	(2,732)	(3,012)	(2,732)	(3,012)
Interest income	44	26	44	26
Profit before taxation	3,371	3,080	3,371	3,080
Taxation	(923)	(1,088)	(923)	(1,088)
Net profit for the period	2,448	1,992	2,448	1,992
Profit for the period	2,448	1,992	2,448	1,992
Attributable to:-				
Owners of the Company	2,449	2,005	2,449	2,005
Non-controlling interests	(1)	(13)	(1)	(13)
Total comprehensive income for the period	2,448	1,992	2,448	1,992
Basic earnings per share attributable to owners of the Company (Sen)	1.46	0.12	1.46	0.12

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2024 and the accompanying explanatory notes attached to the interim financial statement.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2024

	As at 30-September-24 Unaudited (RM'000)	As at 30-June-24 Audited (RM'000)
ASSETS		
Non-current assets		
Property and equipment	254,062	256,118
Right-of-use assets	25,738	28,314
Investment property	30,850	30,970
Goodwill on consolidation	75,683	75,683
Other intangible assets	54,609	54,778
Deferred tax assets	8,579	3,207
Contract costs	4,837	4,875
	454,358	453,945
Current assets		
Trade and other receivables	49,746	41,376
Contract costs	6,035	5,749
Current tax assets	175	212
Cash and bank balances	9,029	19,182
	64,985	66,519
TOTAL ASSETS	519,343	520,464
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	413,129	413,129
Other reserves	19,718	17,983
Accumulated losses	(171,249)	(173,698)
	261,598	257,414
Non-controlling interests	305	306
TOTAL EQUITY	261,903	257,720

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2024 (Continued)

	As at 30-September-24 Unaudited (RM'000)	As at 30-June-24 Audited (RM'000)
LIABILITIES		
Non-current liabilities		
Borrowings	143,657	145,893
Lease liabilities	13,697	14,480
Deferred tax liabilities	21,972	16,733
	179,326	177,106
Current liabilities		
Borrowings	10,357	9,208
Lease liabilities	7,587	8,505
Trade and other payables	32,580	29,082
Contract liabilities	26,557	38,378
Current tax payable	1,033	465
	78,114	85,638
TOTAL LIABILITIES	257,440	262,744
TOTAL EQUITY AND LIABILITIES	519,343	520,464
Net assets per share attributable to owners of the Company (RM)	1.56	1.53

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes attached to the interim financial report.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2024

	Equity Attributable to Owners of the Company					Total RM'000	Non- controlling interests RM'000	Total Equity RM'000
	Share Capital RM'000	Capital Reorganisation Deficit RM'000	Assets Revaluation Reserve RM'000	Share Grant Scheme Reserve RM'000	Accumulated Losses RM'000			
Balance as at 1 July 2024	413,129	(7,064)	25,047	-	(173,698)	257,414	306	257,720
Share Grant Scheme expenses	-	-	-	1,735	-	1,735	-	1,735
Total comprehensive income for the period	-	-	-	-	2,449	2,449	(1)	2,448
Balance as at 30 September 2024	413,129	(7,064)	25,047	1,735	(171,249)	261,598	305	261,903

	Equity Attributable to Owners of the Company					Total RM'000	Non- controlling interests RM'000	Total Equity RM'000
	Share Capital RM'000	Capital Reorganisation Deficit RM'000	Assets Revaluation Reserve RM'000	Share Grant Scheme Reserve RM'000	Accumulated Losses RM'000			
Balance as at 1 July 2023	413,129	(7,064)	25,047	-	(183,894)	247,218	323	247,541
Profit for the period	-	-	-	-	2,005	2,005	(13)	1,992
Balance as at 30 September 2023	413,129	(7,064)	25,047	-	(181,889)	249,223	310	249,533

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statement for the financial period ended 30 June 2024 and the accompanying explanatory notes attached to the interim financial report.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2024

	3 months ended	
	30-September-24	30-September-23
	RM'000	RM'000
Cash flows from operating activities		
Profit before tax	3,371	3,080
Adjustments for:		
Amortisation of intangible assets	191	101
Share Grant Scheme expenses	1,735	-
Depreciation of:		
- property and equipment	2,546	2,269
- right-of-use assets	1,882	1,752
- investment property	120	154
Interest expense	2,732	3,012
Interest income	(44)	(26)
Gain arising from lease modification and termination	(23)	-
Operating profit before working capital changes	12,510	10,342
Changes in Working Capital:		
Trade and other receivables	(8,370)	(16,814)
Contract costs	(248)	257
Trade and other payables	4,763	10,933
Contract liabilities	(11,821)	(473)
Cash (used in)/generated from operating activities	(3,166)	4,245
Net tax paid	(325)	-
Interest paid	(2,732)	(3,012)
Interest received	44	26
Net cash (used in)/generated from operating activities	(6,179)	1,259
Cash flows for investing activities		
Acquisition of property and equipment	(716)	(499)
Acquisition of other intangible assets	(21)	(61)
Net cash used in investing activities	(737)	(560)
Cash flows for financing activities		
Placement of deposits pledged with licensed banks	-	(5)
Upliftment of bank accounts pledged for term loan	3,321	2,596
Net repayment of term loans	(870)	(783)
Repayment of lease liabilities	(2,150)	(1,149)
Repayment of hire purchase payables	(229)	(28)
Net cash generated in financing activities	72	631
Net changes in cash and cash equivalents	(6,844)	1,330
Cash and cash equivalents at the beginning of the financial period	11,934	2,514
Cash and cash equivalents at end of reporting period	5,090	3,844

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2024 (*Continued*)

i) Cash and cash equivalents

Cash and cash equivalents included in the cash flow statements comprise

	Period ended 30-September-24 RM'000	Period ended 30-September-23 RM'000
Deposits placed with licensed banks	2,332	947
Cash and bank balances	6,697	8,842
Bank overdraft	(36)	(3,647)
	8,993	6,142
Less: Deposits pledged with licensed banks	(2,332)	(947)
Less: Deposits pledged for term loan	(1,571)	(1,351)
Cash and cash equivalents	5,090	3,844

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statement for the financial period ended 30 June 2024 and the accompanying explanatory notes attached to the interim financial report.

PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134

A1 Basis of Preparation

The interim financial report are unaudited and are prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements (“MMLR”) of Bursa Malaysia Securities Berhad (“Bursa Malaysia”) and should be read in conjunction with the Group’s audited financial statements for the financial period ended 30 June 2024 (“FY2024”).

A2 Significant Accounting Policies

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted as disclosed in the audited financial statements for FY2024.

The Group has adopted the following amendments to MFRSs which are effective for the financial periods beginning on or after 1st July 2024:

Amendments to MFRS 16	Lease Liability in a Sale and Leaseback
Amendments to MFRS 101	Non-current Liabilities with Covenants
Amendments to MFRS 107 and MFRS 7	Supplier Finance Arrangements

The adoption of the above amendments to MFRSs does not have any significant impact to the Group.

At the date of the unaudited interim financial statements, the new and revised standards and amendments which were in issue but not yet effective and not early adopted by the Group and the Company are as listed below:

Effective for financial periods beginning on or after 1 January 2025

Amendments to MFRS 121	The Effects of Changes in Foreign Exchange Rates – Lack of Exchangeability
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Effective for financial periods beginning on or after 1 January 2027

MFRS 18	Presentation and Disclosures in Financial Statements
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A2 Significant Accounting Policies (cont'd)

The abovementioned MFRSs and amendments to MFRSs will be adopted in the financial statements of the Group and the Company when they become effective and that the adoption of these MFRSs and amendments to MFRSs may have an impact on the financial statements of the Group and the Company in the period of initial application. However, it is not practicable to provide a reasonable estimate of the effect until the Group and the Company undertake a detailed review.

A3 Auditors' report on proceeding financial statements

The Company's audited financial statements for the financial period ended 30 June 2024 were not qualified.

A4 Seasonal or Cyclical Factors

The operations of the Group were not significantly affected by seasonality and cyclical factors.

A5 Significant Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter under review.

A6 Change in Estimates

There were no changes in estimates that have had any material effect on the amounts reported for the current quarter under review.

A7 Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayment of debt and equity securities during the current quarter under review.

A8 Dividend Paid

No dividend was paid or declared during the current quarter under review.

A9 Segment reporting

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

A10 Changes in Contingent Liabilities and Contingent Assets

There were no material contingent liabilities or contingent assets as of the date of this report.

A11 Changes in the Composition of the Group

There were no changes in the composition of the Group during the current quarter

under review.

A12 Significant Events

There were no significant events during the current quarter under review.

A13 Material Subsequent Events

On 21 October 2024, the Company offered 3,000,000 shares to eligible Directors and 4,500,000 shares to eligible employees under its Share Grant Scheme (“SGS”). The SGS shares offered are subject to the achievement of certain performance criteria by the eligible holders over a performance period determined by the SGS Committee.

A14 Commitments

There were no commitments in the Group for the current quarter under review.

PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE BURSA MALAYSIA'S LISTING REQUIREMENTS

B1 Review of Performance

Variation of results against the preceding year corresponding quarter

The Group recorded higher revenue of RM41.7 million for the current quarter as compared to RM38.4 in Q1 2024. The increase in revenue was mainly due to the higher number of active students during the current quarter.

Accordingly, the Group achieved a Profit after TAX ("PAT") of RM2.4 million for the current quarter under review compared to the preceding year's corresponding quarter of RM2.0 million.

Variation of results against the preceding quarter

The Group maintained its strong momentum from the preceding quarter with revenue of RM41.7 million in Q1 2025.

Despite that, the Group recorded a slightly lower PAT of RM2.4 million as compared to RM2.9 million due to higher investment in branding and marketing activities.

B2 Commentary on Prospects

The government's commitment to education, combined with the sector's agility and adaptability, positions Malaysia as a competitive player in the global higher education market. Despite facing economic fluctuations and global uncertainties, Malaysia's higher education sector maintains its appeal to international students. The company is confident of maintaining a positive performance in light of the above.

B3 Variance on Profit Forecast/Profit Guarantee

No profit forecast or profit guarantee was issued by the Group for the financial period.

B4 Taxation

Income tax expense comprises the following:

	Individual Quarter		Cumulative Quarter	
	30-September-24	30-September-23	30-September-24	30-September-23
	RM'000	RM'000	RM'000	RM'000
Income tax expense/(credit) comprises:				
Current tax	(930)	(1,091)	930	(1,091)
Deferred tax	7	3	(7)	3
	<u>(923)</u>	<u>(1,088)</u>	<u>923</u>	<u>(1,088)</u>

B5 Group Borrowings and Debt Securities

	As at 30-September-24 RM'000	As at 30-June-24 RM'000
Current:		
Overdraft facilities	36	24
Term loan	10,253	9,077
Hire purchase	68	107
Lease liabilities	7,587	8,505
	17,944	17,713
Non-current:		
Term loan	143,341	145,447
Hire purchase	316	446
Lease liabilities	13,697	14,480
	157,354	160,373
	175,298	178,086

B6 Material Litigations

There is no material litigation against the Group as at the reporting date.

B7 Proposed Dividend

There are no dividends proposed for the current quarter under review.

B8 Earnings per Share

Basic and diluted earnings per ordinary share

	Individual Quarter 3 months ended		Cumulative Quarter 3 months ended	
	30-September-24	30-September-23	30-September-24	30-September-23
Profit attributable to owners of the Company (RM'000)	2,449	2,005	2,449	2,005
Weighted average number of ordinary shares in issue ('000)	167,905	1,679,049	167,905	1,679,049
Basic and diluted EPS (Sen)	1.46	0.12	1.46	0.12

B9 Profit before Tax

	Individual Quarter		Cumulative Quarter	
	3 months ended		3 months ended	
	30-September-24	30-September-23	30-September-24	30-September-23
	RM'000	RM'000	RM'000	RM'000
Results from operating activities is arrived at after charging/(crediting):				
• Amortisation of intangible assets	191	101	191	101
• Depreciation of property and equipment	2,546	2,269	2,546	2,269
• Depreciation of right-of-use assets	1,882	1,752	1,882	1,752
• Depreciation of investment property	120	154	120	154
• Interest expense	2,732	3,012	2,732	3,012
• Interest income	(44)	(26)	(44)	(26)
• Rental income	(173)	(364)	(173)	(364)

BY ORDER OF THE BOARD
Date: 28 November 2024