



**SEG INTERNATIONAL BHD**

145998-U

**SUMMARY OF KEY FINANCIAL INFORMATION  
31 MARCH 2009**

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31/03/2009	31/03/2008	31/03/2009	31/03/2008
	RM'000	RM'000	RM'000	RM'000
1 Revenue	40,680	25,478	40,680	25,478
2 Profit/(loss) before tax	8,763	6,783	8,763	6,783
3 Profit for the period	6,956	6,059	6,956	6,059
4 Profit attributable to ordinary equity holders of the parent	6,693	5,788	6,693	5,788
5 Basic earnings per share (sen)	8.07	6.85	8.07	6.85
6 Proposed/Declared dividend per share (sen)	-	-	-	-
			<b>AS AT END OF CURRENT QUARTER</b>	<b>AS AT PRECEDING FINANCIAL YEAR END</b>
7 Net assets per share attributable to ordinary equity holders of the parent (RM)			1.9906	1.9099

**ADDITIONAL INFORMATION**

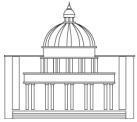
	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31/03/2009	31/03/2008	31/03/2009	31/03/2008
	RM'000	RM'000	RM'000	RM'000
1. Gross interest income	140	376	140	376
2. Gross interest expense	(391)	(544)	(391)	(544)

**CONDENSED CONSOLIDATED BALANCE SHEET**

At 31 March 2009

	As at 31 Mar 2009 (RM'000)	As at 31 Dec 2008 (RM'000)
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Investment in associates	4,449	451
Property, plant and equipment	68,665	70,897
Prepaid land lease payments	4,949	4,951
Investment properties	156	156
Other receivables	11,768	11,768
Intangible assets	30,237	30,237
Other investments	3,837	3,837
Deferred tax assets	3,374	3,374
	<u>127,435</u>	<u>125,671</u>
<b>CURRENT ASSETS</b>		
Inventories	8	8
Receivables, deposits and prepayments	62,013	35,224
Tax recoverable	6,969	5,462
Cash and cash equivalents	28,524	47,545
	<u>97,514</u>	<u>88,239</u>
<b>TOTAL ASSETS</b>	<b><u>224,949</u></b>	<b><u>213,910</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share Capital	89,093	89,093
Treasury Shares	(4,862)	(4,862)
Reserves	80,786	74,093
	<u>165,017</u>	<u>158,324</u>
<b>MINORITY INTERESTS</b>	886	623
<b>TOTAL EQUITY</b>	<u>165,903</u>	<u>158,947</u>
<b>LIABILITIES</b>		
<b>NON-CURRENT LIABILITIES</b>		
Long-term borrowings	6,515	7,840
Deferred tax liabilities	1,891	1,891
	<u>8,406</u>	<u>9,731</u>
<b>CURRENT LIABILITIES</b>		
Payables and accruals	24,981	22,170
Short-term borrowings	23,386	22,709
Provision for taxation	2,079	184
Bank overdrafts	194	169
	<u>50,640</u>	<u>45,232</u>
<b>TOTAL LIABILITIES</b>	<u>59,046</u>	<u>54,963</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>224,949</u></b>	<b><u>213,910</u></b>

The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2008.



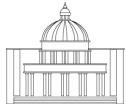
# SEG INTERNATIONAL BHD

145998-U

## CONDENSED CONSOLIDATED INCOME STATEMENT for the period ended 31 March 2009

	Current Period 3 months ended 31-Mar		Cumulative Period 3 months ended 31-Mar	
	2009 (RM'000)	2008 (RM'000)	2009 (RM'000)	2008 (RM'000)
Revenue - services	40,680	25,478	40,680	25,478
Cost of services	(11,601)	(6,245)	(11,601)	(6,245)
<b>Gross profit</b>	<b>29,079</b>	<b>19,233</b>	<b>29,079</b>	<b>19,233</b>
Other income	1,639	5,643	1,639	5,643
	30,718	24,876	30,718	24,876
Distribution expenses	(2,693)	(2,826)	(2,693)	(2,826)
Administrative expenses	(10,038)	(7,003)	(10,038)	(7,003)
Other expenses	(9,035)	(7,720)	(9,035)	(7,720)
Finance costs	(391)	(544)	(391)	(544)
Share of profit of associate	202	-	202	-
<b>Profit before taxation</b>	<b>8,763</b>	<b>6,783</b>	<b>8,763</b>	<b>6,783</b>
Tax - company and subsidiaries	(1,803)	(724)	(1,803)	(724)
Tax - associates	(4)	-	(4)	-
Income tax expenses	(1,807)	(724)	(1,807)	(724)
<b>Profit after taxation</b>	<b>6,956</b>	<b>6,059</b>	<b>6,956</b>	<b>6,059</b>
<b>Attributable to :</b>				
Shareholders of the Company	6,693	5,788	6,693	5,788
Minority interests	263	271	263	271
	<b>6,956</b>	<b>6,059</b>	<b>6,956</b>	<b>6,059</b>
<b>Earnings per share</b>				
- Basic (sen)	8.07	6.85	8.07	6.85

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2008.



**SEG INTERNATIONAL BHD**

145998-U

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
for the period ended 31 March 2009**

	← Attributable to Shareholders of the Company →						Total RM'000	Minority Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Revaluation Reserve RM'000	Treasury Shares RM'000	Translation Reserve RM'000	Retained Profits RM'000			
<b>Balance as at 1 January 2009</b>	89,093	35,876	2,002	(4,862)	(94)	36,309	158,324	623	158,947
Net profit for the period	-	-	-	-	-	6,693	6,693	263	6,956
<b>Balance as at 31 March 2009</b>	89,093	35,876	2,002	(4,862)	(94)	43,002	165,017	886	165,903
<b>Balance as at 1 January 2008</b>	89,093	35,876	2,027	(3,561)	(91)	30,245	153,589	749	154,338
Net profit for the period	-	-	-	-	-	5,788	5,788	270	6,058
Foreign exchange translation difference	-	-	-	-	(4)	-	(4)	-	(4)
Treasury shares acquired	-	-	-	(463)	-	-	(463)	-	(463)
<b>Balance as at 31 March 2008</b>	89,093	35,876	2,027	(4,024)	(95)	36,033	158,910	1,019	159,929

The Condensed Consolidated Statement Of Changes In Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2008.

**SEG INTERNATIONAL BHD**

145998-U

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT****for the period ended 31 March 2009**

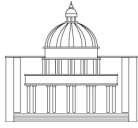
	<b>31 Mar 2009</b> <b>(RM'000)</b>	<b>31 Mar 2008</b> <b>(RM'000)</b>
<b><u>Cash flows from operating activities</u></b>		
<b>Profit before tax</b>	8,763	6,783
<b>Adjustment for:-</b>		
- Non-cash items	1,413	1,311
- Non-operating items	1,860	(4,927)
<b>Operating profit before working capital changes</b>	12,036	3,167
<b>Changes in working capital</b>		
- Net change in current assets	(27,839)	(2,497)
- Net change in current liabilities	811	(59,516)
<b>Cash used in operations</b>	(14,992)	(58,846)
- Net income taxes paid	(1,419)	(178)
- Net interest	(251)	(168)
<b>Net cash used in operating activities</b>	(16,662)	(59,192)
<b><u>Cash flows from investing activities</u></b>		
- Net proceeds from disposal of property, plant and equipment/assets classified as held for sale	-	139,298
- Acquisition of property, plant and equipment	(1,736)	(3,243)
<b>Net cash (used in)/generated from investing activities</b>	(1,736)	136,055
<b><u>Cash flows from financing activities</u></b>		
- Net repayments of borrowings	(648)	(40,020)
- Repurchase of treasury shares	-	(463)
- Increase in pledged deposits placed with licensed bank	-	(4,918)
<b>Net cash used in financing activities</b>	(648)	(45,401)
<b>Net (decrease)/increase in cash and cash equivalents</b>	(19,046)	31,462
<b>Cash and cash equivalents at beginning of the period</b>	47,376	(8,180)
<b>Cash and cash equivalents at end of the period (Note i)</b>	28,330	23,282

*i) Cash and cash equivalents*

Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amounts:

Cash and bank balances	16,351	21,459
Deposits placed with licensed banks	12,173	9,967
Bank overdrafts	(194)	(8,144)
	28,330	23,282

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2008.



## **Notes to interim financial report**

### **A. DISCLOSURE REQUIREMENTS AS PER FRS 134**

#### **1. Basis of preparation**

The interim financial report is unaudited and has been prepared in accordance with the requirements of FRS 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 2008 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 2008. 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 2008.

#### **2. Qualification of Audit Report**

The audit report of the financial statements of the Group for the year ended 31 December 2008 was not qualified.

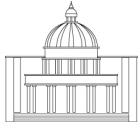
#### **3. Seasonal or cyclical factors**

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.

#### **4. 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 2009.



**5. 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 2009.

**6. 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 2009.

As at 31 March 2009, the total shares bought back, all of which are held as treasury shares, amounted to 6,195,600 shares and the number of ordinary shares of RM 1.00 each net of shares bought back was 82,897,155 shares.

**7. Dividends paid**

There were no dividends paid for the quarter under review.

**8. Segment reporting**

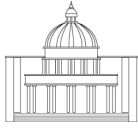
The Group's turnover and profits were derived mainly from education and training activities and accordingly, no segment reporting is presented.

**9. Valuations of property, plant and equipment**

The valuations of land and building have been brought forward, without amendments from the previous annual report.

**10. Material subsequent events**

Subsequent to the financial period ended 31 March 2009, the Company announced that its wholly-owned subsidiary, Metromas Realtors Sdn Bhd, is acquiring a piece of leasehold land measuring approximately 28,689m<sup>2</sup> at Kota Damansara, Selangor for a total consideration of RM 23.2 million.



## **11. Changes in composition of the Group**

There were no major changes in the composition of the Group during the period ended 31 March 2009, except on 15 January 2009:

a) The Company through its wholly-owned subsidiary, Summit Early Childhood Edu-Care Sdn Bhd, completed its:-

(i) acquisition of 500,000 ordinary shares of RM1 each in Eduspec Sdn Bhd (“Eduspec”) for a total purchase price of RM1.9 million; and

(ii) subscription of 500,000 new ordinary shares of RM1 each in Eduspec for a total subscription price of RM1.9 million.

The total shares acquired and subscribed represent 22.22% of the issued and paid-up capital of Eduspec; and

b) The Company through its wholly-owned subsidiary, SEG Equity Sdn Bhd, acquired 100,000 ordinary shares of RM1 each, representing 100% equity interest in Metromas Realtors Sdn Bhd for a total cash consideration of RM100,000.

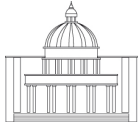
## **12. Changes in contingent liabilities or contingent assets**

There were no material contingent liabilities or contingent assets of the Group as at 31 March 2009.

## **13. Capital Commitments**

There were no material capital commitments approved and contracted for as at 31 March 2009.





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

**1. Review of performance**

For the three-month period under review, the Group achieved a revenue of RM40.7 million and a profit before tax of RM8.76 million, an improvement of 60% and 29% respectively, as compared to the corresponding period in 2008. Included in the Other Income in 2008 was RM4.0 million derived from the gain on disposal of the property at Kota Damansara. Had the gain from the disposal not taken into account in the above comparison, the Group would have achieved an improvement in profit before tax of 215%.

The improvement in performance is generally due to the increase in the student enrolments at the Group's institutions.

**2. Variation of results against preceding quarter**

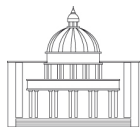
The Group recorded a profit before taxation and minority interest of RM8.76 million for the current quarter compared to RM1.5 million in the preceding quarter. The increase in profitability is in line with the overall improvement in performance of the Group.

**3. Prospects for the year**

The prospects of the Group are reasonably positive despite the challenging economic environment. The Group continues to develop many new and niche academic programmes to expand the course offerings.

**4. Profit forecast**

Not applicable.



## 5. Tax Expenses

	Current quarter ended 31 March 2009 (RM'000)	Cumulative year ended 31 March 2009 (RM'000)
Current tax expense		
- current	1,807	1,807
- prior year	-	-
	<u>1,807</u>	<u>1,807</u>
Deferred tax expense/(benefits)		
- current	-	-
- prior year	-	-
	<u>-</u>	<u>-</u>
Total	<u>1,807</u>	<u>1,807</u>

## 6. Unquoted investments and properties

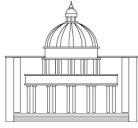
During the current quarter, SEG Equity Sdn Bhd, a wholly-owned subsidiary, disposed four (4) units of service apartments in Subang Jaya, Selangor, for a total consideration of RM2,750,000. This resulted in a gain on disposal of RM193,300.

There was no sale of unquoted investments in the current quarter.

## 7. Quoted investments

Investment in quoted securities as at 31 March 2009:

	Cost (RM'000)	Book value (RM'000)	Market Value (RM'000)
Total quoted securities	4,201	4,201	1,200
Less : Provision for diminution in value	-	(1,544)	-
Balance as at 31 March 2009	<u>4,201</u>	<u>2,657</u>	<u>1,200</u>



**8. Status of corporate proposal announced**

The Group, through its wholly-owned subsidiary Metromas Realtors Sdn Bhd, is acquiring a piece of leasehold land as mentioned under Note A 10. The proposed acquisition has yet to be completed.

**9. Borrowing and debt securities**

	31 March 2009 (RM'000)
Current	
- Secured	3,580
- Unsecured	20,000
	<hr/> 23,580 <hr/>
Non-current	
- Secured	6,515
- Unsecured	-
	<hr/> 6,515 <hr/>
	<hr/> 30,095 <hr/> <hr/>

The above borrowings are denominated in Ringgit Malaysia.

**10. Off balance sheet financial instruments**

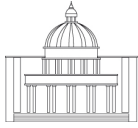
There were no financial instruments with off balance sheet risk as at 28 May 2009.

**11. Changes in material litigation**

There were no pending material litigations as at 28 May 2009.

**12. Dividend**

No interim dividend has been declared for the financial period under review.



### 13. 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 31/3/2009 (RM'000)	Comparative Quarter Ended 31/3/2008 (RM'000)	Cumulative to-date 31/3/2009 (RM'000)	Cumulative to-date 31/3/2008 (RM'000)
<b>Earnings</b>				
Profit for the period	6,956	6,059	6,956	6,059
Amount attributable to minority interests	(263)	(271)	(263)	(271)
Profit for the period attributable to the shareholders of the Company	<u>6,693</u>	<u>5,788</u>	<u>6,693</u>	<u>5,788</u>
	(‘000)	(‘000)	(‘000)	(‘000)
<b>Weighted average number of ordinary shares</b>	<u>82,897</u>	<u>84,503</u>	<u>82,897</u>	<u>84,503</u>
<b>Basic earnings per share (sen)</b>	<u>8.07</u>	<u>6.85</u>	<u>8.07</u>	<u>6.85</u>