



SUMMARY OF KEY FINANCIAL INFORMATION
31 December 2019

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31/12/2019	31/12/2018	31/12/2019	31/12/2018
	RM'000	RM'000	RM'000	RM'000
1 Revenue	58,745	62,221	243,972	252,410
2 Profit before tax	10,979	8,434	49,637	47,781
3 Profit for the year	10,674	7,488	45,112	42,121
4 Profit attributable to ordinary equity holders of the parent	10,680	7,476	45,132	42,158
5 Basic earnings per share (sen)	0.86	0.60	3.64	3.40
6 Proposed/Declared dividend per share (sen)	2.50	2.75	2.50	2.75
			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)			0.0755	0.0747

ADDITIONAL INFORMATION

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31/12/2019	31/12/2018	31/12/2019	31/12/2018
	RM'000	RM'000	RM'000	RM'000
1. Gross interest income	442	260	1,112	944
2. Gross interest expense	(2,126)	(490)	(9,138)	(2,094)



CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
for the year ended 31 December 2019

	Current Period		Cumulative Period	
	3 months ended		12 months ended	
	31- December		31- December	
	2019	2018	2019	2018
	(RM'000)	(RM'000)	(RM'000)	(RM'000)
Revenue	58,745	62,221	243,972	252,410
Cost of services	(23,799)	(23,191)	(83,671)	(85,389)
Gross profit	34,946	39,030	160,301	167,021
Interest income	442	260	1,112	944
Other income	1,405	2,961	7,778	8,839
	36,793	42,251	169,191	176,804
Distribution expenses	(1,693)	(1,546)	(11,111)	(9,651)
Administrative expenses	(10,282)	(16,997)	(50,955)	(60,969)
Other expenses	(11,713)	(14,784)	(48,350)	(56,309)
Finance costs	(2,126)	(490)	(9,138)	(2,094)
Profit before tax	10,979	8,434	49,637	47,781
Income tax	(305)	(946)	(4,525)	(5,660)
Profit for the year	10,674	7,488	45,112	42,121
Profit attributable to:				
Equity holders of the Company	10,680	7,476	45,132	42,158
Non-controlling interests	(6)	12	(20)	(37)
	10,674	7,488	45,112	42,121
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	(25)	(40)	(80)	(90)
Foreign currency translation reserve	147	8	(84)	596
Total comprehensive income for the period	10,796	7,456	44,948	42,627
Total comprehensive income attributable to:				
Equity holders of the Company	10,802	7,444	44,968	42,664
Non-controlling interests	(6)	12	(20)	(37)
	10,796	7,456	44,948	42,627
Earnings per share attributable to equity holders of the Company (sen):-				
- Basic	0.86	0.60	3.64	3.40
- Fully diluted	0.86	0.60	3.64	3.40

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 31 December 2019

	As at 31 December 2019 (RM'000)	As at 31 December 2018 (RM'000)
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	96,974	103,010
Right-of-use assets	117,974	-
Intangible assets	27,524	27,527
Other investments	740	820
Receivables	707	1,815
Deferred tax assets	7,522	9,692
	<u>251,441</u>	<u>142,864</u>
CURRENT ASSETS		
Inventories	95	102
Receivables	31,744	22,572
Tax recoverable	1,152	7,021
Other financial asset	273	269
Deposits, cash and bank balances	58,692	53,669
	<u>91,956</u>	<u>83,633</u>
TOTAL ASSETS	<u>343,397</u>	<u>226,497</u>
EQUITY AND LIABILITIES		
CURRENT LIABILITIES		
Short-term borrowings	9,970	9,636
Short-term lease liabilities	22,313	-
Payables	48,550	47,360
Provisions	8,765	10,777
Contract liabilities	30,993	32,532
Current tax liabilities	255	464
	<u>120,846</u>	<u>100,769</u>
NET CURRENT LIABILITIES	<u>(28,890)</u>	<u>(17,136)</u>
NON-CURRENT LIABILITIES		
Long-term borrowings	17,562	25,881
Long-term lease liabilities	108,633	-
Payables	2,671	4,060
Deferred tax liabilities	1,253	4,327
	<u>130,119</u>	<u>34,268</u>
TOTAL LIABILITIES	<u>250,965</u>	<u>135,037</u>
NET ASSETS	<u>92,432</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	(16,769)	(17,761)
	<u>93,452</u>	<u>92,460</u>
NON-CONTROLLING INTERESTS	<u>(1,020)</u>	<u>(1,000)</u>
TOTAL EQUITY	<u>92,432</u>	<u>91,460</u>
TOTAL EQUITY AND LIABILITIES	<u>343,397</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 year ended 31 December 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	-	-	-	-	-	(12,991)	(12,991)	-	(12,991)
Balance as at 1 January 2019	147,707	(120)	93	1,991	(37,486)	(32,716)	79,469	(1,000)	78,469
Total comprehensive income for the year	-	(80)	(84)	-	-	45,132	44,968	(20)	44,948
Transactions with owners:-									
- Share-based payments	-	-	-	(22)	-	-	(22)	-	(22)
- Dividend	-	-	-	-	-	(30,963)	(30,963)	-	(30,963)
As at 31 December 2019	147,707	(200)	9	1,969	(37,486)	(18,547)	93,452	(1,020)	92,432
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 year	-	(90)	596	-	-	42,158	42,664	(37)	42,627
Transactions with owners:-									
- Share-based payments	204	-	-	228	-	-	432	-	432
- Dividend	-	-	-	-	-	(34,059)	(34,059)	-	(34,059)
As at 31 December 2018	147,707	(120)	93	1,991	(37,486)	(19,725)	92,460	(1,000)	91,460

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 year ended 31 December 2019

	31 December 2019	31 December 2018
	(RM'000)	(RM'000)
<u>Cash flows from operating activities</u>		
Profit before tax	49,637	47,781
Adjustment for:-		
- Non-cash items	40,340	21,470
- Non-operating items	277	2,357
Operating cash flows before changes in working capital	90,254	71,608
Changes in working capital		
- Decrease in inventories	7	7
- Increase in trade and other receivables	(6,859)	(21,007)
- (Decrease)/Increase in trade and other payables	(3,750)	7,397
Cash generated from operations	79,652	58,005
- Net taxes refunded/(paid)	231	(3,335)
- Interest received	1,112	975
- Interest paid	(1,654)	(2,094)
Net cash generated from operating activities	79,341	53,551
<u>Cash flows from investing activities</u>		
- Proceeds from disposal of property, plant and equipment	112	82
- Purchase of property, plant and equipment	(6,967)	(3,629)
- (Placement)/Withdrawal on other investment	(4)	7,573
- Proceeds from disposal of subsidiary	-	3
- Dividend received	58	46
Net cash (used in)/generated from investing activities	(6,801)	4,075
<u>Cash flows from financing activities</u>		
- Payment of principal portion of lease liabilities	(28,569)	-
- Net repayment of borrowings	(7,985)	(10,067)
- Dividend paid	(30,963)	(77,396)
- Withdrawal of deposits with licensed banks and financial institutions with maturity of more than three months	3,692	1,078
Net cash used in financing activities	(63,825)	(86,385)
Net increase/(decrease) in cash and cash equivalents	8,715	(28,759)
Cash and cash equivalents at beginning of the year	45,002	73,761
Cash and cash equivalents at end of the year	53,717	45,002

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 Assets (RM '000)	Lease Liabilities (RM '000)
As at 1 January 2019	131,898	144,270
Additions	7,784	7,784
Reclassification	-	(23)
Depreciation	(21,708)	-
Interest expense	-	7,484
Payments	-	(28,569)
As at 31 December 2019	117,974	130,946



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 year ended 31 December 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 year ended 31 December 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 year ended 31 December 2019. Total ordinary shares net of treasury shares as at 31 December 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 31 December 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 ended 31 December 2019. This interim single tier dividend amounting to RM 30,962,865 was 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 ended 31 December 2019.

11. Changes in composition of the Group

There were no major changes in the composition of the Group during the year ended 31 December 2019.

12. Changes in contingent liabilities or contingent assets

There were no material contingent liabilities or contingent assets of the Group as at 31 December 2019.

13. Capital Commitment

There were no material capital commitments approved and contracted for as at 31 December 2019.

14. Deposits, cash and bank balances

	As at 31 December 2019 (RM'000)
Total deposits, cash and bank balances	58,692
Less: Deposits with licensed banks and financial institution with maturity of more than three months	<u>(4,975)</u>
Total cash and cash equivalents	<u><u>53,717</u></u>



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

1. Review of performance

For the year ended 31 December 2019, the Group's revenue decreased by 3.3% to RM244.0 million and profit before taxation increased by 3.9% to RM49.6 million as compared to the corresponding year ended 31 December 2018.

The Group achieved earnings before interest, tax, depreciation and amortisation ("EBITDA") of RM91.0 million compared to RM61.1 million in the corresponding year in 2018. This reflects an increase of 48.9% 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 RM11.0 million for the quarter under review compared to a profit before tax of RM15.9 million in the preceding quarter. The decrease is in line with the general trend where the third quarter is normally stronger than the fourth quarter.

3. Prospects for 2020

The Group foresees that the business environment will remain challenging given the economic uncertainties and the competitive environment it is in. Nonetheless, the Group has built a strong brand and foundation in optimising its assets and resources to remain resilient.

The Group is also taking active measures to ensure that its business achieves a moderate growth through innovative programme offerings that meet the market demand and strong market strategies to reach the market globally.

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 31/12/2019 (RM'000)	Comparative Quarter Ended 31/12/2018 (RM'000)	Cumulative to-date 31/12/2019 (RM'000)	Cumulative to-date 31/12/2018 (RM'000)
Amortisation of development costs	-	4	3	17
Bad debts written off	-	6,244	-	6,256
Depreciation expense	2,898	2,963	11,631	12,196
Depreciation of right-of-use assets	4,842	-	21,708	-
Expected credit loss	(980)	(16)	(3,126)	2,685
Interest expense	363	490	1,654	2,094
Interest expense on lease liabilities	1,763	-	7,484	-
Interest income	(442)	(260)	(1,112)	(944)
Impairment loss on property	926	-	926	-
(Gain)/Loss on disposal of property, plant and equipment	(33)	17	56	(33)
Loss on foreign exchange	320	229	188	837
Loss on disposal of subsidiaries	-	-	-	356
Provision of doubtful debts	406	-	1,922	-

6. Income tax

	Current quarter ended 31 December 2019 (RM'000)	Cumulative to-date 31 December 2019 (RM'000)
Current income tax		
- current	354	5,878
- prior year	(40)	(449)
	<u>314</u>	<u>5,429</u>
Deferred income tax		
- current	503	(392)
- prior year	(512)	(512)
	<u>(9)</u>	<u>(904)</u>
Total	<u>305</u>	<u>4,525</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 31 December 2019 are as follows:

	<u>(RM'000)</u>
Current	9,970
Non-current	<u>17,562</u>
	<u><u>27,532</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 28 February 2020.

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 ended 31 December 2019. This interim single tier dividend amounting to RM 30,962,865 was 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 31/12/2019 (RM'000)	Comparative Quarter Ended 31/12/2018 (RM'000)	Cumulative to-date 31/12/2019 (RM'000)	Cumulative to-date 31/12/2018 (RM'000)
Earnings				
Profit after taxation	10,674	7,488	45,112	42,121
Amount attributable to non-controlling interests	6	(12)	20	37
Profit after taxation attributable to the equity holders of the Company	10,680	7,476	45,132	42,158
Weighted average number of ordinary shares ('000)	1,238,515	1,238,198	1,238,515	1,238,376
Basic earnings per share (sen)	0.86	0.60	3.64	3.40

Diluted earnings per share

Earnings				
Profit after taxation	10,674	7,488	45,112	42,121
Amount attributable to non-controlling interests	6	(12)	20	37
Profit after taxation attributable to the equity holders of the Company	10,680	7,476	45,132	42,158
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	1,238,866	1,239,167	1,239,044
Diluted earnings per share (sen)	0.86	0.60	3.64	3.40