



**SUMMARY OF KEY FINANCIAL INFORMATION**  
30 September 2022

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30/9/2022	30/9/2021	30/9/2022	30/9/2021
	RM'000	RM'000	RM'000	RM'000
1 Revenue	54,826	58,819	163,186	166,366
2 Profit before tax	11,410	16,553	34,456	39,546
3 Profit for the period	11,135	13,681	31,729	34,763
4 Profit attributable to ordinary equity holders of the parent	11,144	13,680	31,734	34,767
5 Basic earnings per share (sen)	0.91	1.12	2.59	2.84
6 Proposed/Declared dividend per share (sen)	-	-	4.00	-
			<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)			0.1167	0.1313

**ADDITIONAL INFORMATION**

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30/9/2022	30/9/2021	30/9/2022	30/9/2021
	RM'000	RM'000	RM'000	RM'000
1. Gross interest income	198	200	553	468
2. Gross interest expense	(1,533)	(1,863)	(4,791)	(5,716)



**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
for the period ended 30 September 2022

	Current Period 3 months ended 30 - September		Cumulative Period 9 months ended 30 - September	
	2022 (RM'000)	2021 (RM'000)	2022 (RM'000)	2021 (RM'000)
Revenue	54,826	58,819	163,186	166,366
Cost of services	(19,572)	(19,833)	(59,716)	(56,837)
<b>Gross profit</b>	<b>35,254</b>	<b>38,986</b>	<b>103,470</b>	<b>109,529</b>
Interest income	198	200	553	468
Other income	1,549	2,721	5,995	6,212
Distribution expenses	37,001	41,907	110,018	116,209
Administrative expenses	(1,849)	(1,584)	(5,257)	(4,652)
Other expenses	(11,313)	(10,629)	(32,673)	(33,615)
Other expenses	(10,896)	(11,278)	(32,841)	(32,680)
Finance costs	(1,533)	(1,863)	(4,791)	(5,716)
<b>Profit before tax</b>	<b>11,410</b>	<b>16,553</b>	<b>34,456</b>	<b>39,546</b>
Income tax	(275)	(2,872)	(2,727)	(4,783)
<b>Profit net of tax</b>	<b>11,135</b>	<b>13,681</b>	<b>31,729</b>	<b>34,763</b>
<b>Profit attributable to:</b>				
Equity holders of the Company	11,144	13,680	31,734	34,767
Non-controlling interests	(9)	1	(5)	(4)
	<b>11,135</b>	<b>13,681</b>	<b>31,729</b>	<b>34,763</b>
<b>Other comprehensive income:</b>				
Other comprehensive income to be reclassified to profit or loss in subsequent periods:				
Surplus on revaluation of properties, net of tax	-	22,008	-	22,008
Foreign currency translation reserve	(313)	174	(87)	-
<b>Total comprehensive income for the period</b>	<b>10,822</b>	<b>35,863</b>	<b>31,642</b>	<b>56,771</b>
<b>Total comprehensive income attributable to:</b>				
Equity holders of the Company	10,831	35,862	31,647	56,775
Non-controlling interests	(9)	1	(5)	(4)
	<b>10,822</b>	<b>35,863</b>	<b>31,642</b>	<b>56,771</b>
<b>Earnings per share attributable to equity holders of the Company (sen):-</b>				
- Basic	0.91	1.12	2.59	2.84
- Fully diluted	0.91	1.11	2.58	2.83

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 30 September 2022**

	<b>As at 30 September 2022 (RM'000)</b>	<b>As at 31 December 2021 (RM'000)</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	89,614	94,424
Investment properties	6,714	6,747
Intangible assets	27,210	27,210
Other investments	595	660
Receivables	5,529	4,873
Right-of-use assets	114,768	118,909
Deferred tax assets	11,879	8,939
	<u>256,309</u>	<u>261,762</u>
<b>CURRENT ASSETS</b>		
Inventories	117	86
Receivables	29,901	25,576
Tax recoverable	3,039	3,181
Other financial asset	283	280
Deposits, cash and bank balances	92,720	118,453
	<u>126,060</u>	<u>147,576</u>
<b>TOTAL ASSETS</b>	<b><u>382,369</u></b>	<b><u>409,338</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
Borrowings	15,740	23,058
Lease liabilities	17,963	22,639
Payables	50,104	57,437
Contract liabilities	36,079	30,043
Provisions	120	120
Current tax liabilities	4,943	744
	<u>124,949</u>	<u>134,041</u>
<b>NET CURRENT (LIABILITIES)/ASSETS</b>	<u>1,111</u>	<u>13,535</u>
<b>NON-CURRENT LIABILITIES</b>		
Lease liabilities	106,353	105,351
Payables	2,079	2,007
Contract liabilities	1,196	1,134
Provisions	312	406
Deferred tax liabilities	5,487	6,517
	<u>115,427</u>	<u>115,415</u>
<b>TOTAL LIABILITIES</b>	<u>240,376</u>	<u>249,456</u>
<b>NET ASSETS</b>	<u>141,993</u>	<u>159,882</u>
<b>EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY</b>		
Share capital	148,271	147,707
Treasury shares	(46,147)	(45,191)
Reserves	40,891	58,383
	<u>143,015</u>	<u>160,899</u>
<b>NON-CONTROLLING INTERESTS</b>	<u>(1,022)</u>	<u>(1,017)</u>
<b>TOTAL EQUITY</b>	<u>141,993</u>	<u>159,882</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>382,369</u></b>	<b><u>409,338</u></b>

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 CASH FLOWS**  
**for the period ended 30 September 2022**

	<b>30 September 2022</b>	<b>30 September 2021</b>
	<b>(RM'000)</b>	<b>(RM'000)</b>
<b><u>Cash flows from operating activities</u></b>		
Profit before tax	34,456	39,546
<b>Adjustment for:-</b>		
- Non-cash items	21,440	22,381
- Non-operating items	5,741	1,341
<b>Operating cash flows before changes in working capital</b>	<b>61,637</b>	<b>63,268</b>
<b>Changes in working capital</b>		
- Increase in inventories	(31)	(7)
- Increase in trade and other receivables	(5,467)	(20)
- Increase in trade and other payables	(1,138)	22,229
<b>Cash generated from operations</b>	<b>55,001</b>	<b>85,470</b>
- Net taxes paid	(2,361)	(400)
- Interest received	553	468
- Interest paid	(4,791)	(553)
<b>Net cash generated from operating activities</b>	<b>48,402</b>	<b>84,985</b>
<b><u>Cash flows from investing activities</u></b>		
- Proceeds from disposal of property, plant and equipment	23	272
- Purchase of property, plant and equipment	(1,403)	(1,178)
- Gain on other investment	(2)	(2)
- Dividend received	22	29
<b>Net cash used in investing activities</b>	<b>(1,360)</b>	<b>(879)</b>
<b><u>Cash flows from financing activities</u></b>		
- Payment of principal portion of lease liabilities	(15,465)	(17,889)
- Net repayment of borrowings	(7,318)	(854)
- Purchase of own shares	(955)	-
- Dividend paid	(49,037)	-
- Withdrawal/(placement) of deposits with licensed banks and financial institutions with maturity of more than three months	140	(168)
<b>Net cash used in financing activities</b>	<b>(72,635)</b>	<b>(18,911)</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(25,593)</b>	<b>65,195</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>112,958</b>	<b>47,721</b>
<b>Cash and cash equivalents at end of the period</b>	<b>87,365</b>	<b>112,916</b>

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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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
for the period ended 30 September 2022

	Non-Distributable					Distributable				
	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/(Accumulated Loss) RM'000	Attributable to Owners of the Company RM'000	Non-Controlling Interests RM'000	Total Equity RM'000
<b>As at 1 January 2022</b>	147,707	5	21,902	12	2,527	(45,191)	33,937	160,899	(1,017)	159,882
Profit for the period	-	(5)	-	-	-	-	31,734	31,729	(5)	31,724
<u>Other comprehensive income for the period, net of tax</u>										
Foreign currency translation differences	-	-	-	(87)	-	-	-	(87)	-	(87)
<b>Total comprehensive income for the period</b>	-	(5)	-	(87)	-	-	31,734	31,642	(5)	31,637
Depreciation transfer for buildings to retained profits	-	-	(105)	-	-	-	105	-	-	-
Deferred tax impact transfer on revaluation of freehold land and buildings	-	-	24	-	-	-	(24)	-	-	-
<b>Transactions with owners:-</b>										
- Purchase of treasury shares	-	-	-	-	-	(956)	-	(956)	-	(956)
- Share-based payments	564	-	-	-	(250)	-	153	467	-	467
- Dividend declared/paid	-	-	-	-	-	-	(49,037)	(49,037)	-	(49,037)
<b>As at 30 September 2022</b>	148,271	-	21,821	(75)	2,277	(46,147)	16,868	143,015	(1,022)	141,993
<b>As at 1 January 2021</b>	147,707	-	-	198	1,991	(45,191)	(12,407)	92,298	(1,025)	91,273
Profit for the period	-	-	-	-	-	-	34,767	34,767	(4)	34,763
<u>Other comprehensive income for the period, net of tax</u>										
Revaluation of freehold land and buildings	-	-	22,008	-	-	-	-	22,008	-	22,008
Foreign currency translation differences	-	-	-	(255)	-	-	-	(255)	-	(255)
<b>Total comprehensive income for the period</b>	-	-	22,008	(255)	-	-	34,767	56,520	(4)	56,516
<b>Transactions with owners:-</b>										
- Share-based payments	-	-	-	-	598	-	-	598	-	598
<b>As at 30 September 2021</b>	147,707	-	22,008	(57)	2,589	(45,191)	22,360	149,416	(1,029)	148,387

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.



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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 30 September 2022.

## 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 2022.



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## 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 2022 except the following:

	No. of ordinary shares
No. of ordinary shares net of treasury shares as at 1 January 2022	1,225,828,742
Add: Shares issued pursuant to the vesting of Performance Share Plan ("PSP") grants	881,500
Less: Purchase of Company's own ordinary shares	<u>(1,500,000)</u>
No. of ordinary shares net of treasury shares as at 30 September 2022	<u>1,225,210,242</u>

During the current quarter, the Company issued 470,300 shares pursuant to the vesting of PSP. The Company had also repurchased 1,500,000 of its own ordinary shares from the open market at an average price of RM0.64 per share.

During the previous quarters, the Company issued 411,200 shares pursuant to the vesting of PSP.

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 2022, the total shares bought back of 40,234,400 are held as treasury shares.

## 8. Dividend paid

No dividend has been declared during the quarter under review.

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.

On 29 April 2022, the Board of Directors recommended 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 first and final dividend amounting to RM12.3 million was approved in the Annual General Meeting held on 15 June 2022 and paid on 8 July 2022.

## 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 30 September 2022.





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## 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 2022, except the following changes were made in composition:

On 5 September 2022, the Company through its wholly-owned subsidiary, E-Frontier Sdn Bhd, incorporate a wholly-owned subsidiary, E Verse Platforms FZCO, with a paid-up capital of AED300,000 in UAE.

On 15 September 2022, the Company through its wholly-owned subsidiary, IAQ Accreditation Agency Sdn Bhd, incorporate a wholly-owned subsidiary, Global Academic Quality Evaluation Consultancy FZCO with a paid-up capital of AED300,000 in UAE.

During the previous quarters, the following changes were made in the composition:

On 15 April 2022, the Company through its wholly-owned subsidiary, SEGi Digital Sdn Bhd., acquired a wholly-owned subsidiary, E-Frontier Sdn Bhd for a purchase consideration of RM1.

## 12. Changes in contingent liabilities or contingent assets

There were no material contingent liabilities or contingent assets of the Group as at 30 September 2022.

## 13. Capital Commitment

Authorised capital expenditure not provided for in the financial statements as at 30 September 2022.

(RM'000)

Approved and contracted for  
Equipment – software

2,530

## 14. Deposits, cash and bank balances

As at  
30 September 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

92,720

(5,355)

87,365



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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 2022, the Group achieved a revenue of RM163.0 million and a profit before taxation of RM34.5 million, a decrease of 1.9% and 12.9% respectively, as compared to the corresponding period in 2021.

The Group achieved earnings before interest, tax, depreciation and amortisation (“EBITDA”) of RM63.0 million compared to RM69.6 million in the corresponding period in 2021. This reflects a decrease of 9.5% in EBITDA.

With most of the borders reopening coupled with our digitalisation and other new initiatives that are taking place, we anticipate the recruitment of both local and international students to gain momentum in the coming quarters.

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

The Group recorded a profit before taxation of RM11.4 million for the quarter under review compared to a profit before tax of RM12.5 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 initiatives to manage 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 sustain the revenue and profitability.

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 which 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 30/09/2022 (RM'000)	Comparative Quarter Ended 30/09/2021 (RM'000)	Cumulative to-date 30/09/2022 (RM'000)	Cumulative to-date 30/09/2021 (RM'000)
Allowance for ECL on trade receivables	151	317	42	900
Depreciation expense	2,031	2,201	6,195	6,901
Depreciation of right-of-use assets	5,878	5,937	17,618	17,339
Interest expense	75	173	277	553
Interest expense on lease liabilities	1,458	1,690	4,514	5,163
Interest income	(198)	(200)	(553)	(468)
Gain on disposal of property, plant and equipment	(13)	(1)	(18)	(87)
Gain on foreign exchange	(683)	(34)	(1,521)	(572)

## 6. Income tax

	Current quarter ended 30 September 2022 (RM'000)	Cumulative to-date 30 September 2022 (RM'000)
Current income tax		
- current	2,643	6,650
- prior year	(7)	52
	<u>2,636</u>	<u>6,702</u>
Deferred income tax		
- current	(2,361)	(3,975)
- prior year	-	-
	<u>(2,361)</u>	<u>(3,975)</u>
Total	<u>275</u>	<u>2,727</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 2022 are as follows:

	<u>(RM'000)</u>
Current	
- Overdraft - secured	6,240
- Other short-term borrowings - unsecured	9,500
	<u>15,740</u>
Non-current	
- Long-term borrowings	-
	<u>15,740</u>

The above borrowings are denominated in Ringgit Malaysia.

**9. Changes in material litigation**

There were no pending material litigations as at 28 November 2022.

**10. Dividend**

No dividend has been declared during the quarter under review.

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.

On 29 April 2022, the Board of Directors recommended 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 first and final dividend amounting to RM12.3 million was approved in the Annual General Meeting held on 15 June 2022 and paid on 8 July 2022.



## 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 30/09/2022 (RM'000)	Comparative Quarter Ended 30/09/2021 (RM'000)	Cumulative to-date 30/09/2022 (RM'000)	Cumulative to-date 30/09/2021 (RM'000)
<b>Earnings</b>				
Profit after taxation	11,135	13,681	31,729	34,763
Amount attributable to non-controlling interests	9	(1)	5	4
Profit after taxation attributable to the equity holders of the Company	11,144	13,680	31,734	34,767
Weighted average number of ordinary shares ('000)	1,226,116	1,225,829	1,225,959	1,225,829
<b>Basic earnings per share (sen)</b>	<b>0.91</b>	<b>1.12</b>	<b>2.59</b>	<b>2.84</b>

### *Diluted earnings per share*

<b>Earnings</b>				
Profit after taxation	11,135	13,681	31,729	34,763
Amount attributable to non-controlling interests	9	(1)	5	4
Profit after taxation attributable to the equity holders of the Company	11,144	13,680	31,734	34,767
Weighted average number of ordinary shares ('000)	1,226,116	1,225,829	1,225,959	1,225,829
Effect of dilution ('000) - Shares Grant Plan ("SGP")	3,569	4,451	3,569	4,451
Weighted average number of ordinary shares ('000)	1,229,685	1,230,280	1,229,528	1,230,280
<b>Diluted earnings per share (sen)</b>	<b>0.91</b>	<b>1.11</b>	<b>2.58</b>	<b>2.83</b>