

QUARTERLY FINANCIAL RESULTS AND DIVIDEND ANNOUNCEMENT

INFORMATICS EDUCATION LTD.

(Company Registration Number: 198303419G)

Requirement To Perform Quarterly Reporting

Following the amendments to SGX-ST Listing Rules (Mainboard) ("Amended Listing Rules") which has taken effect as of 7 February 2020, the Company will be required to continue to do quarterly reporting of financial statements in view of the material uncertainty relating to going concern issued by the Company's statutory auditor in its latest annual report. The quarterly reporting announcement is mandatory, made pursuant to the SGX-ST's requirements, as required under Listing Rule 705(2C).

The Company can cease to do quarterly reporting if it is able to resolve the issues raised by the statutory auditors in the next annual report and obtain an unqualified opinion without any material uncertainty relating to going concern.

The Board of Directors of Informatics Education Ltd. is pleased to announce the unaudited consolidated results for the first quarter ended 30 September 2020

(The financial year end of the Company has been changed from 31 March to 30 June as announced by the Company on 3 December 2019)

Part I - Information Required for Quarterly (Q1, Q2 & Q3), Half-Year and Full Year Announcement

- 1 (a) **An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

Consolidated Statement of Profit and Loss

	Group		
	3M ended 30 September 2020 S\$'000	3M ended 30 September 2019 ⁽¹⁾ S\$'000	Change %
Revenue	2,295	2,543	-10%
Other operating income	67	1	N/M
Staff costs	(1,102)	(1,251)	-12%
Depreciation of property, plant and equipment	(86)	(104)	-17%
Other operating expenses	(1,140)	(1,118)	2%
Profit before taxation	<u>34</u>	<u>71</u>	-52%
Taxation	-	(3)	-100%
Profit for the financial period	<u>34</u>	<u>68</u>	-50%
Profit attributable to:			
Equity holders of the Company	<u>34</u>	<u>68</u>	-50%

Consolidated Statement of Comprehensive Income

	Group		
	3M ended 30 September 2020 S\$'000	3M ended 30 September 2019 ⁽¹⁾ S\$'000	Change %
Profit for the financial period	34	68	-50%
Other comprehensive income:			
Items that may be reclassified subsequently to profit or loss			
Foreign currency translation	(26)	(92)	-72%
Other comprehensive income for the financial period, net of tax	(26)	(92)	-72%
Total comprehensive income for the financial period	<u>8</u>	<u>(24)</u>	N/M
Total comprehensive income attributable to:			
Equity holders of the Company	<u>8</u>	<u>(24)</u>	N/M

⁽¹⁾ The comparative numbers for 3M period ended 30 September 2019 had been adjusted to reflect the impairment loss recognised on a right-of-use asset of a subsidiary of the Group on initial date of adoption (i.e. 1 April 2019) of SFRS(I) 16 Leases for comparability purpose. Earlier reported numbers for 3M period ended 30 September 2019 did not reflect the recognition of the above-mentioned impairment loss on 1 April 2019.

N/M: Not meaningful

- 1 (a) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year. (Continued)

Group		
3M ended 30 September 2020 S\$'000	3M ended 30 September 2019 S\$'000	Change %

(a)(i) Notes to income statement

Profit for the period is stated after charging/(crediting):

Allowance for expected credit loss on receivables	14	91	-85%
Write-off of bad debts	-	3	-100%
Amortisation of intangible assets	4	3	33%
Intangible assets written-off	-	7	-100%
Foreign exchange loss/(gain), net	70	(65)	N/M
Operating lease expenses	16	11	45%
Finance costs (including interest expense on lease liabilities)	8	20	-60%
Interest income	(1)	(1)	N/M
Government grants/incentives			N/M
- Recognised in other operating income	(65)	-	N/M
- Credited against staff costs	(116)	-	N/M

- (a)(ii) Other operating income for the 3M period ended 30 September 2020 increased by \$0.1 million mainly due to rental waivers received/receivable for the Group's Singapore operations, in line with the budget measures announced by the Singapore government in response to COVID-19 pandemic.
- (a)(iii) Staff costs decreased by \$0.2 million (12%) from \$1.3 million for the 3M period ended 30 September 2019 to \$1.1 million for the 3M period ended 30 September 2020, due mainly to receipt of grants and subsidies from the Singapore and Hong Kong government due to COVID-19 pandemic.
- (a)(iv) Depreciation of property, plant and equipment remained at \$0.1 million for both the 3M period ended 30 September 2020 and 3M period ended 30 September 2019, as there were no material movements on property, plant and equipment for both periods.
- (a)(v) Other operating expenses remained at \$1.1 million for both 3M period ended 30 September 2020 and 3M period ended 30 September 2019, as the Group continues to manage its costs and tighten its spending during this pandemic period. The slight increase was due to the Group recognising a foreign exchange loss of \$0.1 million during the 3M period ended 30 September 2020 (refer (a)(vii)).
- (a)(vi) For the 3M period ended 30 September 2020, the allowance for expected credit loss made on the Group's trade receivables was mainly relating to the United Kingdom operations. The lower allowance for expected credit loss recorded for the quarter was a result of lower historical credit loss rate used, which factors in age of the outstanding balances, historical payment and credit loss patterns, as well as facts and circumstances specific to the regions and economic environments where the debtors operate.
- (a)(vii) The Group recorded a foreign exchange loss of \$0.1 million for the 3M period ended 30 September 2020, as opposed to a foreign exchange gain of \$0.1 million for the 3M period ended 30 September 2019. The exchange gains/losses were mainly attributable to foreign exchange rate movements for overseas subsidiaries' operations.
- (a)(viii) The decrease in finance costs was due mainly to repayment of amounts owing to an indirect controlling shareholder and a director of the Company. The finance costs for the 3M period ended 30 September 2020 comprised interests incurred on the interest-bearing borrowings and interest expense on the Group's lease liabilities.
- (a)(ix) Government grants/incentives received for the 3M period ended 30 September 2020 relate mainly to subsidies received from Job Support Scheme and 1-month rental waiver received from the landlord for Singapore operations, and subsidies received from the Hong Kong government to defray manpower costs for Hong Kong operations.

- 1 (b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

Statement of Financial Position

	Group			Company		
	30.09.2020 S\$'000	30.06.2020 S\$'000	Change %	30.09.2020 S\$'000	30.06.2020 S\$'000	Change %
NON-CURRENT ASSETS						
Property, plant and equipment	422	500	-16%	3	-	N/M
Intangible assets	173	129	34%	-	-	N/M
Investment in subsidiaries *	-	-	N/M	-	-	N/M
	595	629	-5%	3	-	N/M
CURRENT ASSETS						
Prepayments	318	228	39%	57	42	36%
Trade and other receivables	1,296	1,450	-11%	44	141	-69%
Cash and bank balances	3,580	3,692	-3%	1,176	1,212	-3%
	5,194	5,370	-3%	1,277	1,395	-8%
CURRENT LIABILITIES						
Deferred income and fees	2,077	2,339	-11%	260	201	29%
Trade and other payables	1,763	1,494	18%	2,999	3,029	-1%
Lease liabilities	598	759	-21%	-	-	N/M
Provision for reinstatement cost	108	109	-1%	-	-	N/M
Interest-bearing borrowings	1,004	1,000	0%	1,000	1,000	N/M
	5,550	5,701	-3%	4,259	4,230	1%
NET CURRENT LIABILITIES	(356)	(331)	8%	(2,982)	(2,835)	5%
NON-CURRENT LIABILITIES						
Lease liabilities	103	168	-39%	-	-	N/M
Interest-bearing borrowings	84	86	-2%	-	-	N/M
	187	254	-26%	-	-	N/M
TOTAL NET ASSETS/(LIABILITIES)	52	44	18%	(2,979)	(2,835)	5%
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY						
Share capital	34,667	34,667	N/M	34,667	34,667	N/M
Reserves	(34,615)	(34,623)	0%	(37,646)	(37,502)	0%
TOTAL EQUITY	52	44	18%	(2,979)	(2,835)	5%

* The investment in subsidiaries were fully impaired as at 30 September 2020 and 30 June 2020.

N/M: Not meaningful

- 1 (b)(ii) In relation to the aggregate amount of the group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year.

Group 30.09.2020		Group 30.06.2020	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000

Current

Amount repayable in one year or less, or on demand

1,000 4 1,000 -

Non-current

Amount repayable after one year

- 84 - 86

Details of any collaterals:

The Group's borrowings are secured by the Company's fixed deposit placed with the bank amounting to \$1.0 million.

- 1 (c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

Consolidated Statement of Cash Flows

Group	
3M ended 30 September 2020 S\$'000	3M ended 30 September 2019 S\$'000

Cash flow from operating activities

Profit before taxation

34 71

Adjustments for:

Depreciation of property, plant and equipment

86 104

Amortisation of intangible assets

4 3

Intangible assets written-off

- 7

Allowance for expected credit loss on receivables

14 91

Write-off of bad debts

- 3

Finance costs

8 20

Interest income

(1) (1)

Rental waivers received/receivable (non-cash)

(53) -

Unrealised exchange (gain)/loss

(35) 2

Operating profit before working capital changes

57 300

Decrease in prepayments, trade and other receivables

(2) (320)

(Decrease)/increase in deferred income and fees

(262) 132

Increase/(decrease) in trade and other payables and provision for reinstatement cost

272 (391)

Cash generated from/(used in) operations

65 (279)

Interest received

1 -

Interest paid

(4) -

Tax paid

- (3)

Net cash flows generated from/(used in) operating activities

62 (282)

Cash flow from investing activities

Purchase of property, plant and equipment

(7) -

Expenditure on intangible assets

(46) -

Net cash flows used in investing activities

(53) -

Cash flow from financing activities

Repayment of lease liabilities (net of government grants and subsidies)

(131) (277)

Proceeds from issuance of shares

- 5,256

Expenses for rights issue paid

- (487)

Net cash flows (used in)/generated from financing activities

(131) 4,492

Net (decrease)/increase in cash and cash equivalents

(122) 4,210

Cash and cash equivalents at the beginning of the financial period

2,692 859

Effects of exchange rate changes on opening cash and cash equivalents

10 (4)

Cash and cash equivalents at end of the financial period #

2,580 5,065

Cash and bank balances as at end of reported period are as follows:

Cash at bank and on hand

1,571 5,065

Short term deposits

2,009 -

3,580 5,065

For the purpose of the consolidated statement of cash flows, cash and cash equivalents comprise the following:

Cash at bank and on hand

1,571 5,065

Short term deposits

2,009 -

(-) Fixed deposit pledged as security for borrowings

(1,000) -

2,580 5,065

- 1 (d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Statement of Changes in Equity

	Attributable to equity holders of the Company				
	Share Capital S\$'000	Translation Reserve S\$'000	Accumulated Losses S\$'000	Total Reserves S\$'000	Total Equity S\$'000
Group					
At 1 July 2020	34,667	153	(34,776)	(34,623)	44
Profit for the financial period	-	-	34	34	34
Other comprehensive income for the financial period	-	(26)	-	(26)	(26)
Total comprehensive income for the financial period	-	(26)	34	8	8
At 30 September 2020	34,667	127	(34,742)	(34,615)	52
At 1 April 2019	29,908	223	(34,224)	(34,001)	(4,093)
Loss for the financial period	-	-	(372)	(372)	(372)
Other comprehensive income for the financial period	-	31	-	31	31
Total comprehensive income for the financial period	-	31	(372)	(341)	(341)
Shares issued pursuant to rights issue	5,256	-	-	-	5,256
Rights issue expenses	(495)	-	-	-	(495)
At 30 September 2019	34,669	254	(34,596)	(34,342)	327

Company

	Share Capital S\$'000	Accumulated Losses S\$'000	Total Equity S\$'000
At 1 July 2020	34,667	(37,502)	(2,835)
Loss for the financial period, representing total comprehensive income for the financial period	-	(144)	(144)
At 30 September 2020	34,667	(37,646)	(2,979)
At 1 April 2019	29,908	(36,578)	(6,670)
Loss for the financial period, representing total comprehensive income for the financial period	-	(519)	(519)
Shares issued pursuant to rights issue	5,256	-	5,256
Rights issue expenses	(495)	-	(495)
At 30 September 2019	34,669	(37,097)	(2,428)

- 1 (d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, subdivision, consolidation, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

There is no change in the number of ordinary shares since the preceding financial period ended 30 June 2020.

The details of the outstanding Warrants as at the end of the current financial period and as at the end of the corresponding period of the immediately preceding financial year are as follows:

	As at 30 September 2020	As at 30 September 2019
Number of ordinary shares that may be issued on conversion of all outstanding Warrants	35,041,371	35,041,371
Exercise price	\$0.05	\$0.05
Expiry date	21 August 2024	21 August 2024

The Company did not have any subsidiary holdings or outstanding share options as at the end of the current financial period and as at the end of the corresponding financial period ended 30 September 2019.

- 1 (d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

	As at 30 September 2020	As at 30 June 2020
Total number of ordinary shares issued	177,339,649	177,339,649

Note: The Company did not have any treasury shares as at the end of the current financial period and as at the end of the immediate preceding year.

- 1 (d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable.

- 1 (d)(v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.

Not applicable.

- 2 Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.

The figures have not been audited or reviewed by the auditors.

- 3 Where the figures have been audited or reviewed, the auditors' report (including any modifications or emphasis of matter).

Not applicable.

- 3A Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion, (a) updates on the efforts taken to resolve each outstanding audit issue, and (b) confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed. (This is not required for any audit issue that is a material uncertainty relating to going concern).

Not applicable since the qualification in the Company's latest financial statements, which for the financial period from 1 April 2019 to 30 June 2020 is relating to material uncertainty relating to going concern.

4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as in the audited financial statements as at 30 June 2020, except for the adoption of the new and revised Singapore Financial Reporting Standards (International) (SFRS(I)s) which are effective for the financial year beginning 1 July 2020. The adoption of the new and revised SFRS(I)s did not result in any material impact on the Group's financial statements.

5 If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

Not applicable.

6 Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends :-

	Group		Change %
	3M ended 30 September 2020	3M ended 30 September 2019 ⁽¹⁾	
Profit attributable to equity holders of the Company (S\$'000)	34	68	-50%
Weighted average number of ordinary shares in issue	177,339,649	117,921,633	50%
Earnings per ordinary share:			
(a) Based on weighted average number of ordinary shares in issue (cents)	0.02	0.06	-67%
(b) On a fully diluted basis (cents)	0.02 ⁽²⁾	0.06	-67%

⁽¹⁾ The comparative numbers for 3M period ended 30 September 2019 had been adjusted to reflect the impairment loss recognised on a right-of-use asset of a subsidiary of the Group on initial date of adoption (i.e. 1 April 2019) of SFRS(I) 16 Leases. Earlier reported numbers for 3M period ended 30 September 2019 did not reflect the recognition of the above-mentioned impairment loss on 1 April 2019.

⁽²⁾ For the purpose of calculating diluted earnings per share, it is the same as basic earnings per share as the outstanding warrants have not been included in the calculation given that warrants are anti-dilutive.

7 Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the (a) current financial period reported on and (b) immediately preceding financial year.

Net asset value (NAV)	Group		Change %	Company		Change %
	30.09.2020	30.06.2020		30.09.2020	30.06.2020	
NAV per ordinary share (cents)	0.03	0.02	50%	(1.68)	(1.60)	5%

8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

- (a)(i) The Group recorded a decrease in revenue of \$0.2 million (10%) from \$2.5 million for the 3M period ended 30 September 2019 to \$2.3 million for the 3M period ended September 2020. The decrease in revenue was mainly attributed to decline in revenue for the Singapore operations, as the COVID-19 pandemic has resulted in a drop in recruitment of new international students.
- (a)(ii) The Group recorded a profit before tax of \$34,000 for the 3M period ended 30 September 2020 against a profit before tax of \$71,000 for the 3M period ended 30 September 2019. The Group's overseas operations in the United Kingdom and Hong Kong have recorded profits for the quarter, while the Singapore operations registered a reduction in losses suffered against prior year due mainly to receipt of grants and subsidies from the Singapore government to cushion the impact of loss in revenue arising from the COVID-19 pandemic.
- (b)(i) As at 30 September 2020, the Group's property, plant and equipment decreased by \$0.1 million as compared to 30 June 2020, due mainly to depreciation charge for the 3M period ended 30 September 2020.
- (b)(ii) As at 30 September 2020, the Group's intangible assets increased by 34% as the Group's United Kingdom operations continues to invest in courseware development during the 3M period ended 30 September 2020.
- (b)(iii) The increase in the Group's and the Company's prepayments was mainly due to higher expenses prepaid during the 3M period ended 30 September 2020.
- (b)(iv) The decrease in Group's trade and other receivables of \$0.2 million (11%) was mainly due to receipt of subsidies from the Singapore government for the Job Support Scheme, and rental waivers received from a landlord, while the decrease in the Company's trade and other receivables of \$0.1 million (69%) was due mainly to collection received from a customer and receipt of subsidies from the Singapore government for the Job Support Scheme.
- (b)(v) The Group's cash and bank balances decreased by \$0.1 million from \$3.7 million as at 30 June 2020 to \$3.6 million as at 30 September 2020 due mainly to cash generated from operations of \$0.1 million, less payment of lease liabilities of \$0.1 million and payment of capital expenditure of \$0.1 million during the 3M period ended 30 September 2020.
- (b)(vi) The Group's deferred income and fees decreased by \$0.2 million (11%) from \$2.3 million as at 30 June 2020 to \$2.1 million as at 30 September 2020, due mainly to revenue recognition relating to examination fees, and recognition of deferred grant income to profit or loss, during the 3M period ended 30 September 2020. The increase in the Company's deferred income and fees was due to licensing fees billed to a customer during the 3M period ended 30 September 2020.
- (b)(vii) The Group's trade and other payables increased by \$0.3 million (18%) from \$1.5 million as at 30 June 2020 to \$1.8 million as at 30 September 2020, mainly attributable to higher accruals for university fee made for the enrolment of students for the United Kingdom operations' top-up degree intake in September 2020.
- (b)(viii) The Group's lease liabilities totalling \$0.7 million as at 30 September 2020 (current lease liabilities: \$0.6 million, non-current lease liabilities: \$0.1 million) decreased by \$0.2 million due to payment of lease liabilities made during the 3M period ended 30 September 2020.
- (b)(ix) Total outstanding interest-bearing borrowings as at 30 September 2020 and 30 June 2020 was \$1.1 million. There was no drawdown of additional loans during the 3M period ended 30 September 2020.
- (b)(x) The Group's net assets position has improved from \$44,000 as at 30 June 2020 to \$52,000 as at 30 September 2020. The increase in the net assets was due to profits recorded for the quarter ended 30 September 2020 of \$34,000, partially offset by unfavourable movement in translation reserve of \$26,000.

- 8 **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on. (Continued)**

(c) **Use of proceeds from Rights Issue**

The Board of Directors refers to its announcements made by the Company on 14 March 2019, 14 May 2019, 24 June 2019, 18 July 2019, 23 August 2019, circular to shareholders dated 3 July 2019 and Offer Information Statement dated 18 July 2019, relating to the renounceable non-underwritten rights cum warrants issue of up to 216,646,401 Rights Shares in the capital of the Company at an issue price of \$0.05 for each Rights Share, with up to 72,215,467 free detachable and transferable Warrants, each Warrant carrying the right to subscribe for one (1) New Share in the capital of the Company at the exercise price of \$0.05 for each New Share, on the basis of three (3) Rights Shares with one (1) Warrant for every one (1) existing Share held by Entitled Shareholders as at the Books Closure Date, fractional entitlements to be disregarded.

On 11 September 2020, after a review of the Group's cash flows needs to weather through the COVID-19 pandemic at least for the next six months, the Group announced that it has reallocated \$0.5 million of the net proceeds from the Rights Issue, originally allocated to support the Group's business expansion to general corporate and working capital requirements (the "Re-allocation"). Consequent to Re-allocation, the use of the net proceeds raised from the Rights Issue is as follows:

Use of proceeds	Intended use of proceeds allocated as previously announced on 23 August 2019	Intended use of proceeds allocated based on final results of Rights Issue	Amount re-allocated	Revised amount allocated
	S\$ million	S\$ million	S\$ million	S\$ million
(i) Support the business expansion	2.35	2.35	-0.50	1.85
(ii) Funding new projects to enhance capabilities	0.22	0.22	-	0.22
(iii) Capital improvements	0.35	0.35	-	0.35
(iv) General corporate and working capital requirements	1.94	1.84	0.50	2.34
Total	4.86	4.76^(a)	0.00	4.76

^(a) Net proceeds included gross proceeds from Rights Issue amounting to \$5.26 million, net of Rights Issue expenses incurred of \$0.50 million.

After the Re-allocation, the Board wishes to provide an update on the usage of the Rights Issue proceeds of approximately \$4.8 million for the Rights Issue completed on 23 August 2019 as follows:

Use of proceeds	Revised amount allocated	Amount utilised as at the date of this announcement	Balance proceeds
	S\$ million	S\$ million	S\$ million
(i) Support the business expansion	1.85	0.05	1.80
(ii) Funding new projects to enhance capabilities	0.22	0.06	0.16
(iii) Capital improvements	0.35	-	0.35
(iv) General corporate and working capital requirements	2.34	1.47 ^(b)	0.87
Total	4.76	1.58	3.18

^(b) Breakdown for the amounts utilised for general working capital is summarised as follows:

Description	S\$ million
Payments to university partners, contractors and agents	0.61
Payments for facility-related expenses	0.38
Payments for selling, general and administrative expenses	0.48
Total	1.47

Except for the Re-allocation, the utilisation of the net proceeds as disclosed above is in accordance with the intended uses as disclosed in the Offer Information Statement.

As announced previously, pending the deployment of the net proceeds, such proceeds may be deposited with banks and/or financial institutions, invested in short-term money markets and/or marketable securities and/or used for any other purpose on a short-term basis as the Directors may, in their absolute discretion, deem fit in the interests of the Company.

The Board will continue to provide periodic announcements on the utilisation of the balance of the proceeds from the Rights Issue as and when the proceeds are materially disbursed.

- 9 **Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.**

Not applicable.

- 10 **A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

Please refer to our separate announcement released on 12 November 2020, in relation to the quarterly update given pursuant to Rule 1313(2) of the SGX Listing Manual.

- 11 **If a decision regarding dividend has been made :-**

(a) **Whether an interim (final) ordinary dividend has been declared (recommended); and**

No.

(b) (i) **Amount per share (cents)** Not applicable.

(ii) **Previous corresponding period (cents)** Not applicable.

(c) **Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).**

Not applicable.

(d) **The date the dividend is payable.**

Not applicable.

(e) **The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.**

Not applicable.

- 12 **If no dividend has been declared (recommended), a statement to that effect and the reason(s) for the decision.**

No dividend has been declared or recommended as the Board of Directors deemed appropriate to conserve funds for the Group's business activities.

- 13 **If the Group has obtained a general mandate from shareholders for Interested Person Transactions (IPTs), the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

No IPT mandate has been obtained and there was no material IPTs during the financial period.

14 Negative Confirmation pursuant to Rule 705 (5).

The Board hereby confirmed that, to the best of their knowledge, nothing has come to the attention of the Board which may render the interim financial results to be false or misleading.

15 Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720 (1).

The Board hereby confirmed that undertakings from all directors and executive officers have been procured for the financial period.

BY ORDER OF THE BOARD

Yau Su Peng
Executive Director
12 November 2020