

FULL YEAR FINANCIAL RESULTS AND DIVIDEND ANNOUNCEMENT

INFORMATICS EDUCATION LTD

(Company Registration Number: 198303419G)

The Board of Directors of Informatics Education Ltd is pleased to announce the unaudited consolidated results for the financial year ended 31 March 2019 :-

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

- 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		
	FY2019	FY2018 Restated #	Change
	S\$'000	S\$'000	%
Revenue	7,617	8,634	-12%
Other operating income	87	139	-37%
Staff costs	(5,299)	(6,879)	-23%
Depreciation of property, plant and equipment	(110)	(236)	-53%
Other operating expenses	(5,778)	(7,796)	-26%
Loss before taxation	<u>(3,483)</u>	<u>(6,138)</u>	-43%
Taxation	(91)	(5)	N/M
Loss for the year	<u>(3,574)</u>	<u>(6,143)</u>	-42%
Loss attributable to :			
Equity holders of the Company	<u>(3,574)</u>	<u>(6,143)</u>	-42%

Consolidated Statement of Comprehensive Income

	Group		
	FY2019	FY2018 Restated #	Change
	S\$'000	S\$'000	%
Loss for the year	(3,574)	(6,143)	-42%
Other comprehensive income :			
Items that may be reclassified subsequently to profit or loss			
Foreign currency translation	(16)	239	N/M
Other comprehensive income for the financial year, net of tax	(16)	239	N/M
Total comprehensive income for the financial year	<u>(3,590)</u>	<u>(5,904)</u>	-39%
Total comprehensive income attributable to :			
Equity holders of the Company	<u>(3,590)</u>	<u>(5,904)</u>	-39%

Notes:

Please refer to explanation in note 5 of this announcement.

N/M : Not meaningful

Group		
FY2019	FY2018	Change
S\$'000	Restated # S\$'000	%

1 (a)(i) **Notes to income statement**

Loss is stated after charging / (crediting) :

Allowance for doubtful debts	80	207	-61%
Written-off / (write-back) of bad debts	59	(19)	N/M
Amortisation of intangible assets	25	70	-64%
Impairment loss of property, plant and equipment	-	101	N/M
Impairment loss of intangible assets	-	230	N/M
Property, plant and equipment written-off	7	-	N/M
Net (gain) / loss on disposal of property, plant and equipment	(2)	1	N/M
Foreign exchange (gain) / loss, net	(95)	363	N/M
Operating lease expenses	1,286	1,794	-28%
Interest expense	12	-	N/M
Interest income	(1)	(7)	-86%
Under provision of tax in respect of prior years	86	-	N/M

(a)(ii) Other operating income decreased by \$52,000 (37%) from \$139,000 in FY2018 to \$87,000 in FY2019. The decrease in other operating income was mainly due to less government grants received for FY2019.

(a)(iii) Staff costs decreased by \$1,580,000 (23%) from \$6,879,000 in FY2018 to \$5,299,000 in FY2019, mainly due to headcount reduction for the Singapore's operations.

(a)(iv) Depreciation of property, plant and equipment decreased by \$126,000 (53%) from \$236,000 in FY2018 to \$110,000 in FY2019. This was mainly due to disposal and provision for impairment of property, plant and equipment in the second half of FY2018.

(a)(v) Other operating expenses decreased by \$2,018,000 (26%) from \$7,796,000 in FY2018 to \$5,778,000 in FY2019. The decrease was mainly due to lower cost of sales (assessment costs and university fees) in line with lower revenue, lower allowance for doubtful debts (explained in 1(a)(vi)), lower operating lease expenses (explained in 1(a)(ix)), lower marketing expenses and favorable foreign exchange rate movements as explained in 1(a)(viii).

(a)(vi) Allowance for doubtful debts decreased by \$127,000 (61%) from \$207,000 in FY2018 to \$80,000 in FY2019 mainly due to decrease in doubtful debts for the United Kingdom's operations. The bad debts written-off in FY2019 were mainly relating to United Kingdom's operations.

(a)(vii) In FY2018, impairment loss of property, plant and equipment and intangible assets were due to the recoverable amount of the assets being lesser than the carrying amount.

(a)(viii) The Group recorded a foreign exchange gain of \$95,000 for FY2019 as compared a foreign exchange loss of \$363,000 for FY2018. This was due to favorable foreign exchange rate movements for overseas subsidiaries' operation (mainly United Kingdom operation) for FY2019.

(a)(ix) Operating lease expenses decreased by \$508,000 (28%) from \$1,794,000 in FY2018 to \$1,286,000 in FY2019, mainly due to consolidation of the corporate office with the campus in Singapore during August 2018.

(a)(x) The under provision of tax in respect of prior years was relating to Malaysia's operations.

(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		
	31.03.2019	31.03.2018	Change	31.03.2019	31.03.2018	Change
	S\$'000	Restated # S\$'000	%	S\$'000	Restated # S\$'000	%
NON-CURRENT ASSETS						
Property, plant and equipment	99	184	-46%	4	25	-84%
Intangible assets	20	38	-47%	-	-	N/M
Investment in subsidiaries *	-	-	N/M	-	-	N/M
	119	222	-46%	4	25	-84%
CURRENT ASSETS						
Prepayments	339	344	-1%	88	126	-30%
Trade and other receivables	1,270	1,400	-9%	189	238	-21%
Restricted cash at bank	-	138	N/M	-	-	N/M
Cash and cash equivalents	1,396	3,137	-55%	200	334	-40%
	3,005	5,019	-40%	477	698	-32%
CURRENT LIABILITIES						
Deferred income and fees	3,240	2,281	42%	270	84	N/M
Trade and other payables	2,664	2,061	29%	6,881	5,873	17%
Provision for reinstatement cost	82	171	-52%	-	89	N/M
	5,986	4,513	33%	7,151	6,046	18%
NET CURRENT (LIABILITIES) / ASSETS	(2,981)	506	N/M	(6,674)	(5,348)	25%
TOTAL NET (LIABILITIES) / ASSETS	(2,862)	728	N/M	(6,670)	(5,323)	25%
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY						
Share capital	29,908	29,908	-	29,908	29,908	-
Reserves	(32,770)	(29,180)	12%	(36,578)	(35,231)	4%
TOTAL EQUITY	(2,862)	728	N/M	(6,670)	(5,323)	25%

Notes:

Please refer to explanation in note 5 of this announcement.

* The investment in subsidiaries were fully impaired as at 31 March 2018 and 31 March 2019.

N/M : Not meaningful

(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.**

Not Applicable

- 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	
	FY2019 S\$'000	FY2018 Restated # S\$'000
Cash flow from operating activities		
Loss before taxation	(3,483)	(6,138)
Adjustments for :		
Depreciation of property, plant and equipment	110	236
Amortisation of intangible assets	25	70
Net (gain) / loss on disposal of property, plant and equipment	(2)	1
Impairment loss of property, plant and equipment	-	101
Impairment loss of intangible assets	-	230
Property, plant and equipment written-off	7	-
Allowance for doubtful debts	80	207
Written-off / (write-back) of bad debts	59	(19)
Interest expense	12	-
Interest income	(1)	(7)
Unrealised exchange (gain) / loss	(23)	173
Operating loss before working capital changes	(3,216)	(5,146)
Decrease in restricted cash at bank	138	-
Decrease in prepayments, trade and other receivables	-	992
Decrease in deferred income and fees	959	127
Decrease in trade and other payables and provision for reinstatement cost	(404)	(1,010)
Cash used in operations	(2,523)	(5,037)
Interest received	1	27
Tax paid	(91)	(6)
Net cash flows used in operating activities	(2,613)	(5,016)
Cash flow from investing activities		
Purchase of property, plant and equipment	(35)	(149)
Expenditure on intangible assets	-	(155)
Proceeds from disposal of property, plant and equipment	6	4
Net cash flows used in investing activities	(29)	(300)
Cash flow from financing activities		
Amount due to indirect controlling shareholder	418	-
Amount due to director	500	-
Net cash generated from financing activities	918	-
Net decrease in cash and cash equivalents	(1,724)	(5,316)
Cash and cash equivalents at the beginning of the financial year	3,137	8,403
Effects of exchange rate changes on opening cash and cash equivalents	(17)	50
Cash and cash equivalents at end of the financial year	1,396	3,137

- 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 April 2018 (SFRS(I)) #	29,908	239	(29,419)	(29,180)	728
Loss for the financial year	-	-	(3,574)	(3,574)	(3,574)
Other comprehensive income for the financial year	-	(16)	-	(16)	(16)
Total comprehensive income for the financial year	-	(16)	(3,574)	(3,590)	(3,590)
At 31 March 2019	29,908	223	(32,993)	(32,770)	(2,862)
At 1 April 2017 (SFRS(I)) #	29,908	-	(23,276)	(23,276)	6,632
Re-stated loss for the financial year	-	-	(6,143)	(6,143)	(6,143)
Other comprehensive income for the financial year (re-stated)	-	239	-	239	239
Total comprehensive income for the financial year (re-stated)	-	239	(6,143)	(5,904)	(5,904)
At 31 March 2018	29,908	239	(29,419)	(29,180)	728

Notes:

Please refer to explanation in note 5 of this announcement.

- 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. (Continued)

Statement of Changes in Equity (Continued)

Company	Share Capital S\$'000	Accumulated Losses S\$'000	Total Equity S\$'000
At 1 April 2018 (SFRS(I)) #	29,908	(35,231)	(5,323)
Loss for the financial year, representing total comprehensive income for the financial year	-	(1,347)	(1,347)
At 31 March 2019	29,908	(36,578)	(6,670)
At 1 April 2017 (SFRS(I)) #	29,908	(29,149)	759
Restated loss for the financial year, representing total comprehensive income for the financial year	-	(6,082)	(6,082)
At 31 March 2018	29,908	(35,231)	(5,323)

Notes:

Please refer to explanation in note 5 of this announcement.

- 1 (d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, 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 was no change to the number of ordinary shares since the preceding financial year ended 31 March 2018.

The Company did not have any subsidiary holdings or outstanding share options as at the end of the current financial year and as at the end of the immediate preceding year.

- 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 end of current financial year ended 31 March 2019	As at end of financial year ended 31 March 2018
Total number of ordinary shares issued	72,215,467	72,215,467

Note : The Company did not have any treasury shares as at the end of the current financial year 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 qualifications or emphasis of matter).

Not Applicable

- 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 year as compared with the audited financial statements as at 31 March 2018, 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 April 2018.

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.

The Group has applied the same accounting policies and methods of computation in the presentation of the financial information for the current year as compared with the audited financial statements as at 31 March 2018 except for the adoption of Singapore Financial Reporting Standards (International) (SFRS(I)s).

As required by the listing requirements of the Singapore Exchange, the Group has adopted SFRS(I) framework and the new/revised SFRS(I) applicable for the financial year beginning 1 April 2018 as follows:

- SFRS(I) 1 First-time Adoption of Singapore Financial Reporting Standards (International)
- SFRS(I) 9 Financial Instruments
- SFRS(I) 15 Revenue from Contracts with Customers

a) SFRS(I) 1 First-time Adoption of Singapore Financial Reporting Standards (International)

The Group has elected for the optional exemption to set the cumulative translation differences for all foreign operations to be zero at the date of transition at 1 April 2017.

Please refer to the Statement of Changes in Equity for the Group on page 7 for further details on the quantum of the respective adjustments made in relation to SFRS(I) 1.

b) SFRS(I) 9 Financial Instruments

SFRS(I) 9 required the Group to record expected credit losses on all of its debt securities, loans, trade receivables and financial guarantees, either on a 12-month or lifetime basis.

The Group has elected to apply the simplified approach and record lifetime expected losses on all trade receivables. The adoption of SFRS(I) 9 did not result in any adjustments to the results and financial position of the Group and of the Company for the year ended 31 March 2018.

c) SFRS(I) 15 Revenue from Contracts with Customers

SFRS(I) 15 establishes a five-step model to account for revenue arising from contracts with customers, and introduces new contract cost guidance. Under SFRS(I) 15, revenue is recognised at an amount that reflects the consideration which an entity expects to be entitled in exchange for transferring goods or services to a customer.

The Group has elected to apply the changes in accounting policies retrospectively to each reporting year presented, using the full retrospective approach.

The Group previously recorded examination fee income when examination services are substantially rendered. When examination dates fall in next financial year, judgement is used to establish the proportion of revenue that may be recognised in the current financial year based upon stage of completion of services performed within the current financial year as a proportion of the total services to be performed.

Under SFRS(I) 15, examination fee income is recognised at a point in time when the Group satisfies its performance obligation, which is upon release of the examination results. The Group has also restated its related costs.

Impact on the comparatives for the financial statements of this reporting year on adoption of SFRS(I) framework and new/revised accounting standards

Re-stated FY2018 Consolidated Statement of Profit or Loss

	Group		
	FY2018	Effect of	FY2018
	S\$'000	SFRS(I) 15	Restated
	S\$'000	S\$'000	S\$'000
Revenue	8,832	(198)	8,634
Other operating income ⁽¹⁾	139		139
Staff costs	(6,879)		(6,879)
Depreciation of property, plant and equipment	(236)		(236)
Other operating expenses	(7,677)	(119)	(7,796)
Loss before taxation	<u>(5,821)</u>		<u>(6,138)</u>
Taxation	(5)		(5)
Loss for the year	<u>(5,826)</u>		<u>(6,143)</u>
Loss attributable to :			
Equity holders of the Company	<u>(5,826)</u>		<u>(6,143)</u>

Notes:

⁽¹⁾ Includes interest income, previously disclosed as a separate line item in previous year's consolidated statement of profit or loss.

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. (Continued)

Impact on the comparatives for the financial statements of this reporting year on adoption of SFRS(I) framework and new/revised accounting standards (Continued)

Re-stated FY2018 Consolidated Statement of Comprehensive Income

	Group		
	FY2018 S\$'000	Effect of SFRS(I) 15 S\$'000	FY2018 Restated S\$'000
Loss for the year	(5,826)	(317)	(6,143)
Other comprehensive income :			
Foreign currency translation	300	(61)	239
Other comprehensive income for the financial year, net of tax	300		239
Total comprehensive income for the financial year	(5,526)		(5,904)
Total comprehensive income attributable to :			
Equity holders of the Company	(5,526)		(5,904)

Re-stated FY2018 Statement of Financial Position

	Group			Company		
	31.03.2018 S\$'000	Effect of SFRS(I) 15 S\$'000	31.03.2018 Restated S\$'000	31.03.2018 S\$'000	Effect of SFRS(I) 15 S\$'000	31.03.2018 Restated S\$'000
NON-CURRENT ASSETS						
Property, plant and equipment	184		184	25		25
Intangible assets	38		38	-		-
Investment in subsidiaries	-		-	-		-
	222		222	25		25
CURRENT ASSETS						
Prepayments	344		344	126		126
Trade and other receivables	1,400		1,400	238		238
Restricted cash at bank	138		138	-		-
Cash and cash equivalents	3,137		3,137	334		334
	5,019		5,019	698		698
CURRENT LIABILITIES						
Deferred income and fees	400	1,881	2,281	24	60	84
Trade and other payables	2,581	(520)	2,061	5,873		5,873
Provision for reinstatement cost	171		171	89		89
	3,152		4,513	5,986		6,046
NET CURRENT ASSETS / (LIABILITIES)	1,867		506	(5,288)		(5,348)
TOTAL NET ASSETS / (LIABILITIES)	2,089		728	(5,263)		(5,323)
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY						
Share capital	29,908		29,908	29,908		29,908
Reserves	(27,819)	(1,361)	(29,180)	(35,171)	(60)	(35,231)
TOTAL EQUITY	2,089		728	(5,263)		(5,323)

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. (Continued)

Impact on the comparatives for the financial statements of this reporting year on adoption of SFRS(I) framework and new/revised accounting standards (Continued)

Re-stated FY2018 Consolidated Statement of Cash Flows

	Group		
	FY2018 S\$'000	Effect of SFRS(I) 15 S\$'000	FY2018 Restated S\$'000
Cash flows from operating activities			
Loss before taxation	(5,821)	(317)	(6,138)
Adjustments for :			
Depreciation of property, plant and equipment	236		236
Amortisation of intangible assets	70		70
Net loss on disposal of property, plant and equipment	1		1
Impairment loss of property, plant and equipment	101		101
Impairment loss intangible assets	230		230
Allowance for doubtful debts	207		207
Write-back for bad debts	(19)		(19)
Interest income	(7)		(7)
Unrealised exchange loss	234	(61)	173
Operating loss before working capital changes	(4,768)	(378)	(5,146)
Decrease in prepayments, trade and other receivables	992	-	992
Decrease in deferred income and fees	(165)	292	127
Decrease in trade and other payables and provision for reinstatement cost	(1,096)	86	(1,010)
Cash used in operations	(5,037)	-	(5,037)
Interest received	27		27
Tax paid	(6)		(6)
Net cash flows used in operating activities	(5,016)	-	(5,016)
Cash flows from investing activities			
Purchase of property, plant and equipment	(149)		(149)
Expenditure on intangible assets	(155)		(155)
Proceeds from disposal of property, plant and equipment	4		4
Net cash flows used in investing activities	(300)	-	(300)
Net decrease in cash and cash equivalents	(5,316)	-	(5,316)
Cash and cash equivalents at the beginning of the financial year	8,403		8,403
Effects of exchange rate changes on opening cash and cash equivalents	50		50
Cash and cash equivalents at end of the financial year	3,137	-	3,137

Re-stated FY2018 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 31 March 2018 (per audited accounts)	29,908	(1,120)	(26,699)	(27,819)	2,089
Effect of transition to SFRS(I) 1	-	1,380	(1,380)	-	-
Effect of SFRS(I) 15	-	(21)	(1,340)	(1,361)	(1,361)
At 31 March 2018 (SFRS(I))	29,908	239	(29,419)	(29,180)	728
At 1 April 2017 (per audited accounts)	29,908	(1,420)	(20,873)	(22,293)	7,615
Effect of SFRS(I) 15	-	40	(1,023)	(983)	(983)
Effect of transition to SFRS(I) 1	-	1,380	(1,380)	-	-
At 1 April 2017 (SFRS(I))	29,908	-	(23,276)	(23,276)	6,632

Company

	Share Capital S\$'000	Accumulated Losses S\$'000	Total Equity S\$'000
At 31 March 2018 (per audited accounts)	29,908	(35,171)	(5,263)
Effect of SFRS(I) 15	-	(60)	(60)
At 31 March 2018 (SFRS(I))	29,908	(35,231)	(5,323)
At 1 April 2017 (per audited accounts)	29,908	(29,041)	867
Effect of SFRS(I) 15	-	(108)	(108)
At 1 April 2017 (SFRS(I))	29,908	(29,149)	759

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
	FY2019	FY2018	%
Earnings per ordinary share			
(a) Based on weighted average number of ordinary shares on issue (cents)	(4.95)	(8.51)	-42%
(b) On a fully diluted basis (cents)	(4.95)	(8.51)	-42%

Earnings per share for the financial year ended 31 March 2019 was calculated based on weighted average number of 72,215,467 (31 March 2018: 72,215,467) ordinary shares.

Earnings per share for the financial year ended 31 March 2019 computed on a fully dilutive basis is calculated based on the weighted average number of 72,215,467 (31 March 2018: 72,215,467) ordinary shares.

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 period reported on and (b) immediately preceding financial year.**

Net asset value (NAV)	Group		Change %	Company		Change %
	31.03.2019	31.03.2018		31.03.2019	31.03.2018	
NAV per ordinary share (cents)	(3.96)	1.01	N/M	(9.24)	(7.37)	25%

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 revenue of \$7,617,000 for FY2019, a decrease of \$1,017,000 (12%) as compared to \$8,634,000 for FY2018. The lower revenue was mainly due to lower completion of examinations for candidates enrolled during the year, particularly for the United Kingdom's operations. Despite the growth in enrolments for the United Kingdom's operations, this has not translated to an immediate increase in revenue for FY2019 as revenue recognition had to be deferred to subsequent years in accordance with SFRS(I) 15 Revenue from Contracts with Customers which was effective on 1 April 2018. This was evident from the increase in deferred income and fees as at 31 March 2019.
- (a)(ii) The Group recorded a loss before tax of \$3,483,000 for FY2019, a decrease of \$2,655,000 (43%) as compared to loss before tax of \$6,138,000 for FY2018. This was mainly due to lower staff costs and operating expenses (explained in 1(a)(iii) and 1(a)(v)).
- (b)(i) As at 31 March 2019, the Group's property, plant and equipment decreased by \$85,000 (46%) as compared to 31 March 2018. The reduction was mainly due to depreciation charge for the current year.
- (b)(ii) The Group's intangible assets, relating to coursework development cost for the United Kingdom's operations, decreased by \$18,000 (47%) from \$38,000 as at 31 March 2018 to \$20,000 as at 31 March 2019. This was mainly due to amortisation charge for the current year.
- (b)(iii) The Group's trade and other receivables decreased by \$130,000 (9%) from \$1,400,000 as at 31 March 2018 to \$1,270,000 as at 31 March 2019 mainly due to refund of the corporate office lease deposit and deposit for Student Fee Protection Scheme of \$226,000 for Singapore operations during the year, partially off-set by increase in trade receivables for the Singapore's and United Kingdom's operations.
- (b)(iv) A subsidiary is required under CaseTrust for Education Scheme to maintain an Escrow bank account where course fees paid by its international students are held in trust and disbursed by the Escrow bank account to the subsidiary. Such balances are excluded from cash and cash equivalents for statement of cash flows presentation. As at 31 March 2018, the amount was \$138,000. During the financial year ended 31 March 2019, the funds had been released to the subsidiary.
- (b)(v) The Group's cash and cash equivalents decreased by \$1,741,000 (55%) from \$3,137,000 as at 31 March 2018 to \$1,396,000 as at 31 March 2019 mainly due to cash utilisation for operations, partially mitigated by amounts extended by a director of the Company and an indirect controlling shareholder for working capital purposes.
- (b)(vi) The Group's deferred income and fees increased by \$959,000 (42%) from \$2,281,000 as at 31 March 2018 to \$3,240,000 as at 31 March 2019, mainly arising from higher deferred income recognition for the United Kingdom's operations.
- (b)(vii) The Group's trade and other payables increased by \$603,000 (29%) from \$2,061,000 as at 31 March 2018 to \$2,664,000 as at 31 March 2019. This was mainly due to amounts extended by the Company's director and indirect controlling shareholder amounting to \$918,000, partially offset by decrease in trade and other payables of \$315,000.
- (b)(viii) As at 31 March 2019, the Group's provision for reinstatement cost decreased by \$89,000 (52%) as compared to 31 March 2018. The Company has consolidated its Singapore corporate office with its campus and utilised the provision to reinstate the previous corporate office premise during the financial year.
- (b)(ix) As at 31 March 2019, the Group's net current liabilities and total net liabilities positions stood at \$2,981,000 and \$2,862,000 respectively as compared to net current assets and total net assets positions as at 31 March 2018 as the Group continued to incur operation loss for FY2019.

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 30 May 2019, 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. Provides the reasons for the decision not to declare/recommend any dividend.**
No dividend has been declared or recommended as the business conditions is expected to remain challenging with increased global competition, with the Group continuing to pursue new and profitable revenue streams and generate cash flow growth, and streamline its processes and leveraging technology to achieve a learner cost structure.
- 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 year.
- 14 **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 year.

Part II Additional Information Required for Full Year Announcement

- 15 **Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

Segmental Results

(a) Business segments

	Higher Education \$'000		Corporate Training \$'000		Total \$'000	
	FY2019	FY2018 Restated	FY2019	FY2018 Restated	FY2019	FY2018 Restated
Revenue :						
Sales to external customers	6,407	7,288	1,210	1,346	7,617	8,634
Results :						
Sundry income	86	132	-	-	86	132
Interest income	1	7	-	-	1	7
Staff costs	(4,976)	(6,546)	(323)	(333)	(5,299)	(6,879)
Depreciation and amortisation	(117)	(296)	(18)	(10)	(135)	(306)
(Allowance) / Write-back for doubtful debts and bad debts written-off	(139)	(188)	-	-	(139)	(188)
Impairment loss of property, plant and equipment	-	(101)	-	-	-	(101)
Impairment loss of intangible assets	-	(230)	-	-	-	(230)
Property, plant and equipment written-off	(7)	-	-	-	(7)	-
Net gain / (loss) on disposal of property, plant and equipment	2	(1)	-	-	2	(1)
Operating lease expenses	(1,155)	(1,643)	(131)	(151)	(1,286)	(1,794)
Other non-cash (expenses) / income	(53)	85	154	(366)	101	(281)
Segment (loss) / profit before tax	(3,780)	(5,682)	297	(456)	(3,483)	(6,138)
Assets :						
Additions to non-current assets	15	304	20	-	35	304
Segment assets	2,887	4,968	237	273	3,124	5,241
Total assets					3,124	5,241
Liabilities :						
Segment liabilities	5,812	4,353	174	160	5,986	4,513
Total liabilities					5,986	4,513

(b) Geographical information

	Revenue			Non-current assets		
	FY2019 \$'000	Revenue FY2018 Restated \$'000	Change %	FY2019 \$'000	FY2018 \$'000	Change %
Singapore	1,683	1,997	-16%	30	85	-65%
United Kingdom	4,409	5,023	-12%	58	110	-47%
Asia Pacific and others ("APAC")	1,525	1,614	-6%	31	27	15%
	7,617	8,634	-12%	119	222	-46%

Non-current assets information presented above consist of property, plant and equipment, and intangible assets as presented in the consolidated balance sheet.

(c) Information about major customers

There are no major customers that contribute more than 10% of the Group's revenue for the financial year ended 31 March 2019 and the financial year ended 31 March 2018.

- 16 **In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.**

- (a)** Higher Education business revenue decreased by \$911,000 from \$7,318,000 in FY2018 to \$6,407,000 in FY2019, mainly due to lower revenue recognised for the United Kingdom's operations.
Corporate Training business revenue decreased by \$136,000 mainly due to lower students enrolment for the Singapore's operations.
- (b)** Revenue in all geographic segments decreased for the current year. Revenue from the United Kingdom and Singapore regions declined by 12% and 16% respectively, while revenue for the Asia Pacific region decreased by 6%. The declines were mainly attributable to lower revenue recognised during the financial year, despite the increase in enrolment rates and weaker foreign currency for regions outside of Singapore.
The decrease in non-current assets for Singapore and United Kingdom regions was mainly attributable to depreciation and amortisation charge during the year.

17 **A breakdown of sales as follow :-**

Sales reported for first half year
 Loss after taxation reported for first half year
 Sales reported for second half year
 Loss after taxation reported for second half year

FY2019 \$'000	Group FY2018 Restated \$'000	Change %
4,210	4,202	0%
(1,654)	(3,641)	-55%
3,407	4,432	-23%
(1,920)	(2,502)	-23%

18 **A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follow :-**

Not Applicable

19 **Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) in the format below. If there are no such person, the issuer must make an appropriate negative statement.**

There are currently no persons occupying managerial positions in the Company or any of its principal subsidiaries who are relatives of a director or chief executive officer or substantial shareholder of the Company, except for the following:

Name	Age	Family relationship with any current director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Dato' Sri Robin Tan Yeong Ching	45	Son of Tan Sri Dato' Seri Vincent Tan Chee Yioun, substantial shareholder	Non-executive Chairman since 2011	Not Applicable.

BY ORDER OF THE BOARD

Yau Su Peng
 Executive Director
 30 May 2019